SECOND REGULAR SESSION

SENATE BILL NO. 1026

95TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR RUPP.

Read 1st time March 1, 2010, and ordered printed.

TERRY L. SPIELER, Secretary.

5285S.01I

AN ACT

To repeal section 288.040, RSMo, and to enact in lieu thereof one new section relating to the denial of unemployment benefits.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Section 288.040, RSMo, is repealed and one new section 2 enacted in lieu thereof, to be known as section 288.040, to read as follows:

288.040. 1. A claimant who is unemployed and has been determined to 2 be an insured worker shall be eligible for benefits for any week only if the deputy 3 finds that:

4 (1) The claimant has registered for work at and thereafter has continued 5 to report at an employment office in accordance with such regulations as the 6 division may prescribe;

(2) The claimant is able to work and is available for work. No person 7 8 shall be deemed available for work unless such person has been and is actively and earnestly seeking work. Upon the filing of an initial or renewed claim, and 9 10 prior to the filing of each weekly claim thereafter, the deputy shall notify each claimant of the number of work search contacts required to constitute an active 11 12search for work. No person shall be considered not available for work, pursuant to this subdivision, solely because he or she is a substitute teacher or is on jury 1314duty. A claimant shall not be determined to be ineligible pursuant to this subdivision because of not actively and earnestly seeking work if: 15

16 (a) The claimant is participating in training approved pursuant to Section
17 236 of the Trade Act of 1974, as amended, (19 U.S.C.A. Sec. 2296, as amended);

(b) The claimant is temporarily unemployed through no fault of his or her
own and has a definite recall date within eight weeks of his or her first day of
unemployment; however, upon application of the employer responsible for the

claimant's unemployment, such eight-week period may be extended not to exceeda total of sixteen weeks at the discretion of the director;

(3) The claimant has reported in person to an office of the division as
directed by the deputy, but at least once every four weeks, except that a claimant
shall be exempted from the reporting requirement of this subdivision if:

26 (a) The claimant is claiming benefits in accordance with division27 regulations dealing with partial or temporary total unemployment; or

(b) The claimant is temporarily unemployed through no fault of his or her
own and has a definite recall date within eight weeks of his or her first day of
unemployment; or

31 (c) The claimant resides in a county with an unemployment rate, as
32 published by the division, of ten percent or more and in which the county seat is
33 more than forty miles from the nearest division office;

34(d) The director of the division of employment security has determined that the claimant belongs to a group or class of workers whose opportunities for 35reemployment will not be enhanced by reporting in person, or is prevented from 36reporting due to emergency conditions that limit access by the general public to 37an office that serves the area where the claimant resides, but only during the 38time such circumstances exist. Ineligibility pursuant to this subdivision shall 3940 begin on the first day of the week which the claimant was scheduled to claim and 41shall end on the last day of the week preceding the week during which the 42claimant does report in person to the division's office;

43(4) Prior to the first week of a period of total or partial unemployment for which the claimant claims benefits he or she has been totally or partially 44 unemployed for a waiting period of one week. No more than one waiting week 45will be required in any benefit year. During calendar year 2008 and each 46calendar year thereafter, the one-week waiting period shall become compensable 47once his or her remaining balance on the claim is equal to or less than the 48compensable amount for the waiting period. No week shall be counted as a week 49of total or partial unemployment for the purposes of this subsection unless it 50occurs within the benefit year which includes the week with respect to which the 5152claimant claims benefits;

(5) The claimant has made a claim for benefits within fourteen days from
the last day of the week being claimed. The fourteen-day period may, for good
cause, be extended to twenty-eight days;

56 (6) The claimant has reported to an employment office to participate in

a reemployment assessment and reemployment services as directed by the deputy
or designated staff of an employment office, unless the deputy determines that
good cause exists for the claimant's failure to participate in such reemployment
assessment and reemployment services. For purposes of this section,
"reemployment services" may include, but not be limited to, the following:

62

(a) Providing an orientation to employment office services;

63

(b) Providing job search assistance; and

64 (c) Providing labor market statistics or analysis; Ineligibility under this 65 subdivision shall begin on the first day of the week which the claimant was 66 scheduled to report for the reemployment assessment or reemployment services 67 and shall end on the last day of the week preceding the week during which the 68 claimant does report in person to the employment office for such reemployment 69 assessment or reemployment services;

70 (7) The claimant is participating in reemployment services, such as job 71 search assistance services, as directed by the deputy if the claimant has been 72 determined to be likely to exhaust regular benefits and to need reemployment 73 services pursuant to a profiling system established by the division, unless the 74 deputy determines that:

75

(a) The individual has completed such reemployment services; or

(b) There is justifiable cause for the claimant's failure to participate insuch reemployment services.

2. A claimant shall be ineligible for waiting week credit or benefits for any
week for which the deputy finds he or she is or has been suspended by his or her
most recent employer for misconduct connected with his or her
work. Suspensions of four weeks or more shall be treated as discharges.

3. (1) Benefits based on "service in employment", defined in subsections 7 and 8 of section 288.034, shall be payable in the same amount, on the same terms and subject to the same conditions as compensation payable on the basis of other service subject to this law; except that:

(a) With respect to service performed in an instructional, research, or
principal administrative capacity for an educational institution, benefits shall not
be paid based on such services for any week of unemployment commencing during
the period between two successive academic years or terms, or during a similar
period between two regular but not successive terms, or during a period of paid
sabbatical leave provided for in the individual's contract, to any individual if such
individual performs such services in the first of such academic years (or terms)

93 and if there is a contract or a reasonable assurance that such individual will
94 perform services in any such capacity for any educational institution in the
95 second of such academic years or terms;

96 (b) With respect to services performed in any capacity (other than instructional, research, or principal administrative capacity) for an educational 97 98institution, benefits shall not be paid on the basis of such services to any individual for any week which commences during a period between two successive 99 100 academic years or terms if such individual performs such services in the first of 101such academic years or terms and there is a contract or a reasonable assurance that such individual will perform such services in the second of such academic 102103years or terms;

104 (c) With respect to services described in paragraphs (a) and (b) of this 105 subdivision, benefits shall not be paid on the basis of such services to any 106 individual for any week which commences during an established and customary 107 vacation period or holiday recess if such individual performed such services in the 108 period immediately before such vacation period or holiday recess, and there is 109 reasonable assurance that such individual will perform such services immediately 100 following such vacation period or holiday recess;

(d) With respect to services described in paragraphs (a) and (b) of this 111 112subdivision, benefits payable on the basis of services in any such capacity shall 113be denied as specified in paragraphs (a), (b), and (c) of this subdivision to any 114individual who performed such services at an educational institution while in the 115employ of an educational service agency, and for this purpose the term "educational service agency" means a governmental agency or governmental 116entity which is established and operated exclusively for the purpose of providing 117such services to one or more educational institutions. 118

(2) If compensation is denied for any week pursuant to paragraph (b) or 119 (d) of subdivision (1) of this subsection to any individual performing services at 120121an educational institution in any capacity (other than instructional, research or 122principal administrative capacity), and such individual was not offered an opportunity to perform such services for the second of such academic years or 123124terms, such individual shall be entitled to a retroactive payment of the 125compensation for each week for which the individual filed a timely claim for 126compensation and for which compensation was denied solely by reason of paragraph (b) or (d) of subdivision (1) of this subsection. 127

128 4. (1) A claimant shall be ineligible for waiting week credit, benefits or

shared work benefits for any week for which he or she is receiving or has received
remuneration exceeding his or her weekly benefit amount or shared work benefit
amount in the form of:

132(a) Compensation for temporary partial disability pursuant to the workers' 133compensation law of any state or pursuant to a similar law of the United States; 134(b) A governmental or other pension, retirement or retired pay, annuity, 135or other similar periodic payment which is based on the previous work of such 136 claimant to the extent that such payment is provided from funds provided by a 137base period or chargeable employer pursuant to a plan maintained or contributed 138to by such employer; but, except for such payments made pursuant to the Social 139 Security Act or the Railroad Retirement Act of 1974 (or the corresponding provisions of prior law), the provisions of this paragraph shall not apply if the 140services performed for such employer by the claimant after the beginning of the 141142base period (or remuneration for such services) do not affect eligibility for or 143increase the amount of such pension, retirement or retired pay, annuity or similar 144payment.

(2) If the remuneration referred to in this subsection is less than the benefits which would otherwise be due, the claimant shall be entitled to receive for such week, if otherwise eligible, benefits reduced by the amount of such remuneration, and, if such benefit is not a multiple of one dollar, such amount shall be lowered to the next multiple of one dollar.

(3) Notwithstanding the provisions of subdivisions (1) and (2) of this
subsection, if a claimant has contributed in any way to the Social Security Act or
the Railroad Retirement Act of 1974, or the corresponding provisions of prior law,
no part of the payments received pursuant to such federal law shall be deductible
from the amount of benefits received pursuant to this chapter.

5. A claimant shall be ineligible for waiting week credit or benefits for any week for which or a part of which he or she has received or is seeking unemployment benefits pursuant to an unemployment insurance law of another state or the United States; provided, that if it be finally determined that the claimant is not entitled to such unemployment benefits, such ineligibility shall not apply.

161 6. (1) A claimant shall be ineligible for waiting week credit or benefits for 162 any week for which the deputy finds that such claimant's total or partial 163 unemployment is due to a stoppage of work which exists because of a labor 164 dispute in the factory, establishment or other premises in which such claimant

 $\mathbf{5}$

165is or was last employed. In the event the claimant secures other employment 166 from which he or she is separated during the existence of the labor dispute, the claimant must have obtained bona fide employment as a permanent employee for 167 168at least the major part of each of two weeks in such subsequent employment to terminate his or her ineligibility. If, in any case, separate branches of work 169170which are commonly conducted as separate businesses at separate premises are 171conducted in separate departments of the same premises, each such department 172shall for the purposes of this subsection be deemed to be a separate factory, 173establishment or other premises. This subsection shall not apply if it is shown to the satisfaction of the deputy that: 174

(a) The claimant is not participating in or financing or directly interestedin the labor dispute which caused the stoppage of work; and

(b) The claimant does not belong to a grade or class of workers of which,
immediately preceding the commencement of the stoppage, there were members
employed at the premises at which the stoppage occurs, any of whom are
participating in or financing or directly interested in the dispute.

181 (2) "Stoppage of work" as used in this subsection means a substantial 182diminution of the activities, production or services at the establishment, plant, factory or premises of the employing unit. This definition shall not apply to a 183184strike where the employees in the bargaining unit who initiated the strike are 185participating in the strike. Such employees shall not be eligible for waiting week 186credit or benefits during the period when the strike is in effect, regardless of 187diminution, unless the employer has been found guilty of an unfair labor practice 188by the National Labor Relations Board or a federal court of law for an act or actions preceding or during the strike. 189

190 7. On or after January 1, 1978, benefits shall not be paid to any individual on the basis of any services, substantially all of which consist of 191 participating in sports or athletic events or training or preparing to so 192193participate, for any week which commences during the period between two 194successive sport seasons (or similar periods) if such individual performed such services in the first of such seasons (or similar periods) and there is a reasonable 195196 assurance that such individual will perform such services in the later of such 197 seasons (or similar periods).

198 8. Benefits shall not be payable on the basis of services performed by an 199 alien, unless such alien is an individual who was lawfully admitted for permanent 200 residence at the time such services were performed, was lawfully present for 201 purposes of performing such services, or was permanently residing in the United 202 States under color of law at the time such services were performed (including an 203 alien who was lawfully present in the United States as a result of the application 204 of the provisions of Section 212(d)(5) of the Immigration and Nationality Act).

7

(1) Any data or information required of individuals applying for benefits
to determine whether benefits are not payable to them because of their alien
status shall be uniformly required from all applicants for benefits.

(2) In the case of an individual whose application for benefits would otherwise be approved, no determination that benefits to such individual are not payable because of such individual's alien status shall be made except upon a preponderance of the evidence.

9. A claimant shall be ineligible for waiting week credit or benefits for any week such claimant has an outstanding penalty which was assessed based upon an overpayment of benefits, as provided for in subsection 9 of section 288.380.

21610. The directors of the division of employment security and the division 217of workforce development shall submit to the governor, the speaker of the house 218of representatives, and the president pro tem of the senate no later than October 21915, 2006, a report outlining their recommendations for how to improve work 220search verification and claimant reemployment activities. The recommendations 221shall include, but not limited to how to best utilize "greathires.org", and how to 222reduce the average duration of unemployment insurance claims. Each calendar 223year thereafter, the directors shall submit a report containing their 224recommendations on these issues by December thirty-first of each year.

Copy