HOUSE BILL No. 5412

February 16, 2012, Introduced by Reps. Goike, Franz, Potvin, Bumstead, Jenkins, Johnson, Hooker, Yonker, Daley, Pscholka, Walsh, Rogers, Damrow, Somerville, Lyons, McBroom, MacGregor, Horn, Forlini, Agema, Lund, Nesbitt and Lane and referred to the Committee on Commerce.

A bill to amend 1936 (Ex Sess) PA 1, entitled "Michigan employment security act," by amending section 28 (MCL 421.28), as amended by 2011 PA 269.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 28. (1) An unemployed individual is eligible to receive
 benefits with respect to any week only if the unemployment agency
 finds all of the following:

(a) For benefit years established before October 1, 2000, the individual has registered for work at and thereafter has continued to report at an employment office in accordance with unemployment agency rules and is seeking work. The UNEMPLOYMENT AGENCY MAY WAIVE ANY OF THE requirements that the individual must report at an employment office, must register for work, must be available to

4

5

6

7

8

perform suitable full-time work, and must OR seek work, may be 1 2 waived by the unemployment agency if the individual is laid off and 3 the employer who laid the individual off notifies the unemployment 4 agency in writing or by computerized data exchange that the layoff 5 is temporary and that work is expected to be available for the 6 individual within a declared number of days, not to exceed 45 calendar days following the last day the individual worked. This 7 8 waiver shall not be IS NOT effective unless the UNEMPLOYMENT AGENCY 9 **RECEIVES** notification from the employer has been received by the 10 unemployment agency before the individual has completed his or her 11 first compensable week following layoff. If the individual is not 12 recalled within the specified period, the waiver shall cease to be 13 operative with respect IS NO LONGER EFFECTIVE AS to that layoff. Except for a period of disgualification, THE UNEMPLOYMENT AGENCY 14 15 MAY WAIVE the requirement that the individual shall seek work may 16 be waived by the unemployment agency where IF it finds that 17 suitable work is unavailable both in the locality where the 18 individual resides and in those localities in which the individual 19 has earned base period credit weeks. This waiver shall DOES not 20 apply, for weeks of unemployment beginning on or after March 1, 21 1981, to a claimant enrolled and attending classes as a full-time 22 student. An individual has satisfied the requirement of personal 23 reporting at an employment office, as applied to a week in a period 24 during which the UNEMPLOYMENT AGENCY HAS WAIVED THE requirements of registration and seeking work, have been waived by the unemployment 25 26 agency pursuant to this subdivision, if the individual has 27 satisfied the personal reporting requirement with respect to a

2

CJC

preceding week in that period and the individual has reported with 1 respect to the week by mail in accordance with the UNEMPLOYMENT 2 3 AGENCY rules. promulgated by the unemployment agency. For benefit 4 years established on or after October 1, 2000, the individual has 5 registered for work, and has continued to report in accordance with unemployment agency rules, and is actively engaged in seeking work. 6 The UNEMPLOYMENT AGENCY MAY WAIVE ANY OF THE requirements that the 7 individual must report, must register for work, must be available 8 9 to perform suitable full-time work, and must OR seek work, may be 10 waived by the unemployment agency if the individual is laid off and 11 the employer who laid the individual off notifies the unemployment 12 agency in writing or by computerized data exchange that the layoff 13 is temporary and that work is expected to be available for the 14 individual within a declared number of days, not to exceed 45 15 calendar days following the last day the individual worked. This 16 waiver shall not be IS NOT effective unless the UNEMPLOYMENT AGENCY 17 **RECEIVES** notification from the employer has been received by the 18 unemployment agency before the individual has completed his or her 19 first compensable week following layoff. If the individual is not 20 recalled within the specified period, the waiver shall cease to be 21 operative with respect IS NO LONGER EFFECTIVE AS to that layoff. 22 Except for a period of disqualification, the UNEMPLOYMENT AGENCY 23 MAY WAIVE THE requirement that the individual shall-seek work may 24 be waived by the unemployment agency if it finds that suitable work 25 is unavailable both in the locality where the individual resides 26 and in those localities in which the individual has earned wages 27 during or after the base period. This waiver does not apply to a

CJC

claimant enrolled and attending classes as a full-time student. An 1 2 individual is considered to have satisfied the requirement of personal reporting at an employment office, as applied to a week in 3 4 a period during which the UNEMPLOYMENT AGENCY HAS WAIVED THE 5 requirements of registration and seeking work, have been waived by the unemployment agency pursuant to this subdivision, if the 6 individual has satisfied the personal reporting requirement with 7 respect to a preceding week in that period and the individual has 8 9 reported with respect to the week by mail in accordance with the 10 **UNEMPLOYMENT AGENCY** rules. promulgated by the unemployment agency. 11 (b) The individual has made a claim for benefits in accordance 12 with section 32 and has provided the unemployment agency with his 13 or her social security number.

14 (c) The individual is able and available to appear at a 15 location of the unemployment agency's choosing for evaluation of eligibility for benefits, if required, and to perform suitable 16 full-time work of a character which THAT the individual is 17 18 qualified to perform by past experience or training, which is of a 19 character generally similar to work for which the individual has 20 previously received wages, and for which the individual is 21 available, full time, either at a locality at which the individual 22 earned wages for insured work during his or her base period or at a 23 locality where it is found by the unemployment agency WHICH THE 24 **UNEMPLOYMENT AGENCY FINDS** that such work is available. An 25 individual is considered unavailable for work under any of the 26 following circumstances:

27

(i) The individual fails during a benefit year to notify or

04904'12

CJC

update a chargeable employer with telephone, electronic mail, or
 other information sufficient to allow the employer to contact the
 individual about available work.

4 (*ii*) The individual fails, without good cause, to respond to
5 the unemployment agency within 14 calendar days of the later of the
6 mailing of a notice to the address of record requiring the
7 individual to contact the unemployment agency or of the leaving of
8 a telephone message requesting a return call and providing a return
9 name and telephone number on an automated answering device or with
10 an individual answering the telephone number of record.

(*iii*) Unless the claimant shows good cause for failure to respond, mail sent to the individual's address of record is returned as undeliverable and the telephone number of record has been disconnected or changed or is otherwise no longer associated with the individual.

16 (*iv*) UNLESS THE INDIVIDUAL SHOWS GOOD CAUSE, THE INDIVIDUAL
17 FAILS OR REFUSES TO TAKE A DRUG TEST THAT IS REQUIRED OF THE
18 INDIVIDUAL AS PART OF AN EMPLOYMENT APPLICATION.

19 (d) In the event of the death of an IF THE individual's 20 immediate family member **DIES**, the eligibility requirements of 21 availability and reporting IN SUBSECTION (1) shall be waived for 22 the day of the death and for 4 consecutive calendar days thereafter. As used in this subdivision, "immediate family member" 23 24 means a spouse, child, stepchild, adopted child, grandchild, parent, grandparent, brother, or sister of the individual or his or 25 26 her spouse. It shall also include IMMEDIATE FAMILY MEMBER ALSO 27 **INCLUDES** the spouse of any of the persons specified in the previous

CJC

1 sentence.

(e) The individual participates in reemployment services, such
as job search assistance services, if the individual has been
determined or redetermined by the unemployment agency to be
UNEMPLOYMENT AGENCY DETERMINES OR REDETERMINES USING A PROFILING
SYSTEM IT HAS ESTABLISHED THAT THE INDIVIDUAL IS likely to exhaust
regular benefits and need reemployment services. pursuant to a
profiling system established by the unemployment agency.

9 (2) The unemployment agency may authorize an individual with 10 an unexpired benefit year to pursue vocational training or 11 retraining only if the unemployment agency finds that ALL OF THE 12 FOLLOWING:

(a) Reasonable opportunities for employment in occupations for
which the individual is fitted by training and experience do not
exist in the locality in which the individual is claiming benefits.

16 (b) The vocational training course relates to an occupation or
17 skill for which there are, or are expected to be in the immediate
18 future, reasonable employment opportunities.

(c) The training course has been approved by a local advisory
council on which both management and labor are represented, or if
there is no local advisory council, by the unemployment agency.

(d) The individual has the required qualifications andaptitudes to complete the course successfully.

(e) The vocational training course has been approved by the
state board of education and is maintained by a public or private
school or by the unemployment agency.

27

(3) Notwithstanding any other provision of this act, an

CJC

otherwise eligible individual shall not be IS NOT ineligible for 1 2 benefits because he or she is participating in training with the 3 approval of the unemployment agency. For each week that the 4 unemployment agency finds that an individual who is claiming 5 benefits under this act and who is participating in training with 6 the approval of the unemployment agency, is satisfactorily pursuing an approved course of vocational training, it shall waive the 7 requirements that he or she be available for work and be seeking 8 9 work as prescribed in subsection (1)(a) and (c), and it shall find 10 good cause for his or her failure to apply for suitable work, 11 report to a former employer for an interview concerning suitable 12 work, or accept suitable work as required in section 29(1)(c), (d), 13 and (e).

14 (4) The waiver of the requirement that a claimant seek work,
15 as provided in subsection (1)(a), shall not be IS NOT applicable to
16 weeks of unemployment for which the claimant is claiming extended
17 benefits if section 64(8)(a)(ii) is in effect 64(7)(A)(i) APPLIES,
18 unless the individual is participating in training approved by the
19 unemployment agency.

20 (5) Notwithstanding any other provisions of this act, an 21 otherwise eligible individual shall not be denied benefits for any 22 week beginning after October 30, 1982 solely because the individual 23 is in training approved under section 236(a)(1) of the trade act of 24 1974, as amended, 19 USC 2296, nor shall the individual AND SHALL NOT be denied benefits by reason of FOR leaving work to enter such 25 **THAT** training if the work left is not suitable employment. 26 27 Furthermore, an otherwise eligible individual shall not be denied

04904'12

CJC

benefits because of the application to FOR any such week in 1 training of UNDER provisions of this act - or OF any applicable 2 3 federal unemployment compensation law relating THAT RELATE to 4 availability for work, active search for work, or refusal to accept 5 work. For purposes of this subsection, "suitable employment" means, 6 with respect to an individual, work of a substantially equal or higher skill level than the individual's past adversely affected 7 employment, as defined for purposes of the trade act of 1974, 19 8 9 USC 2101 to 2495-2497B, and wages for that work at not less than 10 80% of the individual's average weekly wage as determined for the 11 purposes of the trade act of 1974. THAT ACT.

12 (6) For purposes of this section, for benefit years beginning 13 on or after January 1, 2013, to be actively engaged in seeking 14 work, an individual must conduct a systematic and sustained search 15 for work in each week the individual is claiming benefits, using 16 any of the following methods to report the details of the work 17 search:

(a) Reporting at monthly intervals on the unemployment
agency's online reporting system the name of each employer and
physical or online location of each employer where work was sought
and the date and method by which work was sought with each
employer.

(b) Filing a written report with the unemployment agency by mail or facsimile transmission not later than the end of the fourth calendar week after the end of the week in which the individual engaged in the work search, on a form approved by the unemployment agency, indicating the name of each employer and physical or online

CJC

location of each employer where work was sought and the date and
 method by which work was sought with each employer.

3 (c) Appearing at least monthly in person at a Michigan works
4 agency office to report the name and physical or online location of
5 each employer where the individual sought work during the previous
6 month and the date and method by which work was sought with each
7 employer.

8 (7) The work search conducted by the claimant is subject to9 random audit by the unemployment agency.