SENATE FILE 226 BY BOULTON

## A BILL FOR

An Act relating to eligibility for unemployment benefits.
 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 96.4, subsection 3, paragraph b, Code
2 2023, is amended to read as follows:

Notwithstanding any provision of this chapter to the 3 *b*. 4 contrary, the department may establish by rule a process to 5 waive or alter the work search requirements of this subsection 6 for a claim for benefits if an individual has a reasonable 7 expectation that the individual will be returning to employment 8 and is attached to a regular job or industry or a member in 9 good standing of a union therein eligible for referral for 10 employment. To be considered attached to a regular job or 11 industry, an individual must be on a short-term seasonal 12 temporary layoff. If work is not available at the conclusion 13 of the layoff period due to short-term circumstances beyond 14 the employer's control, the employer may request an extension 15 of the waiver or alteration for up to two weeks from the 16 department. For purposes of this paragraph, "short-term 17 seasonal temporary layoff" means a layoff period of sixteen 18 weeks or less due to seasonal weather conditions that impact 19 the ability to perform work related to highway construction, 20 repair, or maintenance with a specific return-to-work date 21 verified by the employer.

Sec. 2. Section 96.5, subsection 3, paragraph b, Code 2023, is amended by adding the following new subparagraphs: <u>NEW SUBPARAGRAPH</u>. (4) (a) If the individual has a reasonable expectation that the individual will be returning to employment, as defined by the department by rule, and ris attached to a regular job or industry or is a member in good standing of a union therein eligible for referral for employment.

30 (b) To be considered attached to a regular job or industry, 31 an individual must be on a short-term seasonal temporary layoff 32 as defined in section 96.4, subsection 3.

33 <u>NEW SUBPARAGRAPH</u>. (5) If all of the following circumstances 34 apply:

35 (a) The individual is unemployed due to the individual's

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LSB 1482XS (2) 90 je/rn 1 employer temporarily ceasing operations or going out of 2 business at the factory, establishment, or other premises at 3 which the individual was last employed.

4 (b) The reason for the employer going out of business was a
5 result of unforeseen circumstances, including but not limited
6 to cybersecurity attacks.

7 (c) The individual has a reasonable expectation that the 8 individual will be returning to employment with the employer 9 that temporarily ceased operations or went out of business.

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## EXPLANATION

The inclusion of this explanation does not constitute agreement with the explanation's substance by the members of the general assembly.

13 This bill relates to unemployment benefits.

14 Under current law, the department of workforce development 15 may establish by rule a process to waive or alter the work 16 search requirements for a claim for benefits if an individual 17 has a reasonable expectation that the individual will be 18 returning to employment and is attached to a regular job or 19 industry or a member in good standing of a union therein 20 eligible for referral for employment. To be considered 21 attached to a regular job or industry, an individual must 22 be on a "short-term temporary layoff", which is defined as 23 a layoff period of 16 weeks or less due to seasonal weather 24 conditions that impact the ability to perform work related to 25 highway construction, repair, or maintenance with a specific 26 return-to-work date verified by the employer. The bill changes 27 the defined term to "short-term seasonal temporary layoff", 28 and strikes the language that the work to be performed must be 29 related to highway construction, repair, or maintenance.

30 The bill provides that benefits shall not be denied to 31 an eligible individual for refusing to accept work if the 32 individual has a reasonable expectation that the individual 33 will be returning to employment, as defined by the department 34 by rule, and is attached to a regular job or industry or is 35 a member in good standing of a union therein eligible for

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1 referral for employment. To be considered attached to a
2 regular job or industry, an individual must be on a short-term
3 seasonal temporary layoff.

The bill provides that benefits shall not be denied to 5 an eligible individual for refusing to accept work if the 6 individual is unemployed due to the individual's employer 7 temporarily ceasing operations or going out of business at 8 the factory, establishment, or other premises at which the 9 individual was last employed; the reason for the employer going 10 out of business was a result of unforeseen circumstances; 11 and the individual has a reasonable expectation that the 12 individual will be returning to employment with the employer 13 that temporarily ceased operations or went out of business.

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