LEGISLATURE OF NEBRASKA ONE HUNDRED SIXTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 306

Introduced by Crawford, 45.

Read first time January 15, 2019

Committee: Business and Labor

- 1 A BILL FOR AN ACT relating to the Employment Security Law; to amend
- 2 sections 48-628.13 and 48-652, Revised Statutes Cumulative
- 3 Supplement, 2018; to change provisions relating to good cause for
- 4 voluntarily leaving employment; to harmonize provisions; and to
- 5 repeal the original sections.
- 6 Be it enacted by the people of the State of Nebraska,

LB306 2019

1 Section 1. Section 48-628.13, Revised Statutes Cumulative

- 2 Supplement, 2018, is amended to read:
- 3 48-628.13 Good cause for voluntarily leaving employment shall
- 4 include, but not be limited to, the following reasons:
- 5 (1) An individual has made all reasonable efforts to preserve the
- 6 employment but voluntarily leaves his or her work for the necessary
- 7 purpose of escaping abuse at the place of employment or abuse as defined
- 8 in section 42-903 between household members;
- 9 (2) An individual left his or her employment voluntarily due to a
- 10 bona fide non-work-connected illness or injury that prevented him or her
- 11 from continuing the employment or from continuing the employment without
- 12 undue risk of harm to the individual;
- 13 (3) An individual left his or her employment to accompany his or her
- 14 spouse to the spouse's employment in a different city or new military
- 15 duty station;
- 16 (4) An individual left his or her employment because his or her
- 17 employer required the employee to relocate;
- 18 (5)(a) An individual is a construction worker and left his or her
- 19 employment voluntarily for the purpose of accepting previously secured
- 20 insured work in the construction industry if the commissioner finds that:
- 21 (i)(A) The guit occurred within thirty days immediately prior to the
- 22 established termination date of the job which the individual voluntarily
- 23 leaves, (B) the specific starting date of the new job is prior to the
- 24 established termination date of the job which the worker quits, (C) the
- 25 new job offered employment for a longer period of time than remained
- 26 available on the job which the construction worker voluntarily quit, and
- 27 (D) the worker had worked at least twenty days or more at the new job
- 28 after the established termination date of the previous job unless the new
- 29 job was terminated by a contract cancellation; or
- 30 (ii)(A) The construction worksite of the job which the worker quit
- 31 was more than fifty miles from his or her place of residence, (B) the new

- 1 construction job was fifty or more miles closer to his or her residence
- 2 than the job which he or she quit, and (C) the worker actually worked
- 3 twenty days or more at the new job unless the new job was terminated by a
- 4 contract cancellation.
- 5 (b) The provisions of this subdivision (5) shall not apply if the
- 6 individual is separated from the new job under conditions resulting in a
- 7 disqualification from benefits under section 48-628.10 or 48-628.12;
- 8 (6) An individual accepted a voluntary layoff to avoid bumping
- 9 another worker;
- 10 (7) An individual left his or her employment as a result of being
- 11 directed to perform an illegal act;
- 12 (8) An individual left his or her employment because of unlawful
- discrimination or workplace harassment on the basis of race, sex, or age;
- 14 (9) An individual left his or her employment because of unsafe
- 15 working conditions;
- 16 (10) An individual left his or her employment to attend school; or
- 17 (11) An individual left his or her employment to care for a family
- 18 member with a serious health condition. For purposes of this subdivision:
- 19 (a) Family member means:
- 20 (i) A biological, adopted, or foster child, a stepchild, or a legal
- 21 ward of the individual or the individual's spouse or a person to whom the
- 22 individual or the individual's spouse stood in loco parentis when such
- 23 person was a minor child, regardless of the age or dependency status of
- 24 <u>such child, stepchild, legal ward, or person;</u>
- 25 (ii) A biological, adoptive, or foster parent, a stepparent, or a
- 26 legal quardian of the individual or the individual's spouse or a person
- 27 who stood in loco parentis to the individual or the individual's spouse
- 28 when the individual or the individual's spouse was a minor child;
- 29 <u>(iii) The individual's spouse or domestic partner; or</u>
- 30 (iv) A grandparent, grandchild, or sibling, whether of a biological,
- 31 <u>foster</u>, <u>adoptive</u>, <u>or step relationship</u>, <u>of the individual or the</u>

- 1 individual's spouse; and
- 2 (b) Serious health condition has the same meaning as in 29 U.S.C.
- 3 <u>2611, as such section existed on January 1, 2019; or</u>
- 4 (12) (11) Equity and good conscience demand a finding of good cause.
- 5 Sec. 2. Section 48-652, Revised Statutes Cumulative Supplement,
- 6 2018, is amended to read:
- 7 48-652 (1)(a) A separate experience account shall be established for
- 8 each employer who is liable for payment of combined tax. Whenever and
- 9 wherever in the Employment Security Law the terms reserve account or
- 10 experience account are used, unless the context clearly indicates
- 11 otherwise, such terms shall be deemed interchangeable and synonymous and
- 12 reference to either of such accounts shall refer to and also include the
- 13 other.
- (b) A separate reimbursement account shall be established for each
- 15 employer who is liable for payments in lieu of contributions. All
- 16 benefits paid with respect to service in employment for such employer
- 17 shall be charged to his or her reimbursement account, and such employer
- 18 shall be billed for and shall be liable for the payment of the amount
- 19 charged when billed by the commissioner. Payments in lieu of
- 20 contributions received by the commissioner on behalf of each such
- 21 employer shall be credited to such employer's reimbursement account, and
- 22 two or more employers who are liable for payments in lieu of
- 23 contributions may jointly apply to the commissioner for establishment of
- 24 a group account for the purpose of sharing the cost of benefits paid that
- 25 are attributable to service in the employ of such employers. The
- 26 commissioner shall adopt and promulgate such rules and regulations as he
- 27 or she deems necessary with respect to applications for establishment,
- 28 maintenance, and termination of group accounts authorized by this
- 29 subdivision.
- 30 (2) All contributions paid by an employer shall be credited to the
- 31 experience account of such employer. State unemployment insurance tax

- 1 payments shall not be credited to the experience account of each
- 2 employer. Partial payments of combined tax shall be credited so that at
- 3 least eighty percent of the combined tax payment excluding interest and
- 4 penalty is credited first to contributions due. Contributions with
- 5 respect to prior years which are received on or before January 31 of any
- 6 year shall be considered as having been paid at the beginning of the
- 7 calendar year. All voluntary contributions which are received on or
- 8 before January 10 of any year shall be considered as having been paid at
- 9 the beginning of the calendar year.
- 10 (3)(a) Each experience account shall be charged only for benefits
- 11 based upon wages paid by such employer. No benefits shall be charged to
- 12 the experience account of any employer if:
- 13 (i) Such benefits were paid on the basis of a period of employment
- 14 from which the claimant (A) left work voluntarily without good cause, (B)
- 15 left work voluntarily due to a nonwork-connected illness or injury, (C)
- 16 left work voluntarily with good cause to escape abuse as defined in
- 17 section 42-903 between household members as provided in subdivision (1)
- 18 of section 48-628.13, (D) left work from which he or she was discharged
- 19 for misconduct connected with his or her work, (E) left work voluntarily
- 20 and is entitled to unemployment benefits without disqualification in
- 21 accordance with subdivision (3), or (5), or (11) of section 48-628.13, or
- 22 (F) was involuntarily separated from employment and such benefits were
- 23 paid pursuant to section 48-628.17; and
- 24 (ii) The employer has filed timely notice of the facts on which such
- 25 exemption is claimed in accordance with rules and regulations adopted and
- 26 promulgated by the commissioner.
- 27 (b) No benefits shall be charged to the experience account of any
- 28 employer if such benefits were paid during a week when the individual was
- 29 participating in training approved under section 236(a)(1) of the federal
- 30 Trade Act of 1974, 19 U.S.C. 2296(a)(1).
- 31 (c) Each reimbursement account shall be charged only for benefits

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paid that were based upon wages paid by such employer in the base period that were wages for insured work solely by reason of section 48-627.01.

3 (d)(i) Benefits paid to an eligible individual shall be charged against the account of his or her most recent employers within his or her 4 5 base period against whose accounts the maximum charges hereunder have not previously been made in the inverse chronological order in which the 6 employment of such individual occurred. The maximum amount so charged 7 against the account of any employer, other than an employer for which 8 9 services in employment as provided in subdivision (4)(a) of section 48-604 are performed, shall not exceed the total benefit amount to which 10 such individual was entitled as set out in section 48-626 with respect to 11 base period wages of such individual paid by such employer plus one-half 12 the amount of extended benefits paid to such eligible individual with 13 14 respect to base period wages of such individual paid by such employer. The commissioner shall adopt and promulgate rules and regulations 15 16 determining the manner in which benefits shall be charged against the account of several employers for whom an individual performed employment 17 during the same quarter or during the same base period. 18

(ii) Any benefit check duly issued and delivered or mailed to a claimant and not presented for payment within one year from the date of its issue may be invalidated and the amount thereof credited to the Unemployment Compensation Fund, except that a substitute check may be issued and charged to the fund on proper showing at any time within the year next following. Any charge made to an employer's account for any such invalidated check shall stand as originally made.

(4)(a) An employer's experience account shall be terminated one calendar year after such employer has ceased to be subject to the Employment Security Law, except that if the commissioner finds that an employer's business is closed solely because one or more of the owners, officers, partners, or limited liability company members or the majority stockholder entered the armed forces of the United States, or of any of

- 1 its allies, such employer's account shall not be terminated and, if the
- 2 business is resumed within two years after the discharge or release from
- 3 active duty in the armed forces of such person or persons, the employer's
- 4 experience account shall be deemed to have been continuous throughout
- 5 such period.
- 6 (b) An experience account terminated pursuant to this subsection
- 7 shall be reinstated if:
- 8 (i) The employer becomes subject again to the Employment Security
- 9 Law within one calendar year after termination of such experience
- 10 account;
- 11 (ii) The employer makes a written application for reinstatement of
- 12 such experience account to the commissioner within two calendar years
- 13 after termination of such experience account; and
- 14 (iii) The commissioner finds that the employer is operating
- 15 substantially the same business as prior to the termination of such
- 16 experience account.
- 17 (5) All money in the Unemployment Compensation Fund shall be kept
- 18 mingled and undivided. In no case shall the payment of benefits to an
- 19 individual be denied or withheld because the experience account of any
- 20 employer does not have a total of contributions paid in excess of
- 21 benefits charged to such experience account.
- 22 (6)(a) For benefit years beginning before September 3, 2017, if an
- 23 individual's base period wage credits represent part-time employment for
- 24 a contributory employer and the contributory employer continues to employ
- 25 the individual to the same extent as during the base period, then the
- 26 contributory employer's experience account shall not be charged if the
- 27 contributory employer has filed timely notice of the facts on which such
- 28 exemption is claimed in accordance with rules and regulations adopted and
- 29 promulgated by the commissioner.
- 30 (b) For benefit years beginning on or after September 3, 2017, if an
- 31 individual's base period wage credits represent part-time employment for

- 1 an employer and the employer continues to employ the individual to the
- 2 same extent as during the base period, then the employer's experience
- 3 account, in the case of a contributory employer, or the employer's
- 4 reimbursement account, in the case of a reimbursable employer, shall not
- 5 be charged if the employer has filed timely notice of the facts on which
- 6 such exemption is claimed in accordance with rules and regulations
- 7 prescribed by the commissioner.
- 8 (7) If a contributory employer responds to the department's request
- 9 for information within the time period set forth in subsection (1) of
- 10 section 48-632 and provides accurate information as known to the employer
- 11 at the time of the response, the employer's experience account shall not
- 12 be charged if the individual's separation from employment is voluntary
- and without good cause as determined under section 48-628.12.
- Sec. 3. Original sections 48-628.13 and 48-652, Revised Statutes
- 15 Cumulative Supplement, 2018, are repealed.