## House Bill 2624

Sponsored by Representative WITT; Representatives BAILEY, BARKER, BARNHART, BOONE, CLEM, DEMBROW, C EDWARDS, D EDWARDS, GARRETT, GELSER, GREENLICK, HOLVEY, KAHL, MATTHEWS, NATHANSON, RILEY, SCHAUFLER, SHIELDS, STIEGLER, VANORMAN, Senators BONAMICI, BURDICK, DEVLIN, DINGFELDER, HASS, JOHNSON, METSGER, MONNES ANDERSON, MONROE, PROZANSKI, ROSENBAUM, SCHRADER, WALKER

## **SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure as introduced.

Defines "economically distressed worker training" and "eligible economically distressed workers" for purposes of unemployment insurance benefits.

A BILL FOR AN ACT

Relating to training for unemployment insurance claimants; amending ORS 657.335, 657.340 and 657.350; and repealing ORS 657.342.

Be It Enacted by the People of the State of Oregon:

- **SECTION 1.** ORS 657.335 is amended to read:
- 657.335. As used in ORS 657.335 to 657.360:
  - (1) "Economically distressed worker training" means:
  - (a) Training and education that provide occupation-specific skills required in growth and demand occupations, as determined by the Director of the Employment Department; or
  - (b) Retraining and basic education, including literacy skills, designed to prepare an individual, within a reasonable period not to exceed three years, for gainful employment or self-employment that is likely to become full-time employment that pays at least 110 percent of the minimum wage established under ORS 653.025.
    - [(1)] (2) "Eligible dislocated workers" means individuals who:
  - (a) Have been terminated or laid off or who have received a notice of termination or layoff, are eligible for or have exhausted their entitlement to unemployment compensation and are unlikely to return to their previous industry or occupation;
  - (b) Have been terminated or have received a notice of termination of employment, as a result of any permanent closure of or any substantial layoff at a plant, facility or enterprise;
  - (c) Are long term unemployed and have limited opportunities for employment or reemployment in the same or a similar occupation in the area in which such individuals reside, including older individuals who may have substantial barriers to employment by reason of age;
  - (d) Were self-employed, including farmers and ranchers, and are unemployed as a result of general economic conditions in the community in which they reside or because of natural disasters; or
  - (e) Returned to service in the Oregon National Guard or the military reserve forces of the United States following active duty service as set forth in ORS 657.340 (3)(d).
  - (3) "Eligible economically distressed workers" means individuals who are unemployed as described in ORS 657.100, who are eligible for benefits under ORS 657.150 unless otherwise disqualified under this chapter and who, for the entire preceding calendar year, have been:

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- (a) Employed at work paying less than 110 percent of the minimum wage established under ORS 653.025;
  - (b) Unemployed while seeking full-time work; or

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- (c) Employed in only temporary or part-time work.
- [(2)] (4) "Professional technical training" means professional and technical training or retraining and basic education, including literacy skills, designed to prepare individuals for gainful employment in recognized or new occupations or to prepare individuals to become self-employed. The term does not include programs of instruction for an individual (including transfer credit programs of instruction given at community colleges) which are primarily intended to lead toward a baccalaureate or higher degree or training that has for its purpose the preparation of individuals for employment in occupations which require a baccalaureate or higher degree from institutions of higher education unless approved by the director [of the Employment Department].

SECTION 2. ORS 657.340 is amended to read:

657.340. (1)(a) Dislocated workers approved for professional technical training or economically distressed worker training may not be denied unemployment insurance benefits solely because [they] these workers are attending professional technical training or economically distressed worker training.[, nor shall such individual]

- (b) Eligible economically distressed workers or eligible dislocated workers may not be denied benefits by reason of leaving work to enter [such] economically distressed worker training or professional technical training if the work left was part-time or temporary or paid less than [80 percent of the individual's average weekly wage during the base year] 110 percent of the minimum wage established under ORS 653.025.
- (c) Eligible economically distressed workers approved for economically distressed worker training may not be denied unemployment insurance benefits for refusing to accept work if the work offered is part-time or temporary or pays less than 110 percent of the minimum wage established under ORS 653.025.
- (2) Notwithstanding provisions of this chapter relating to availability for work, actively seeking work or refusal to accept suitable work, eligible economically distressed workers or eligible dislocated workers who are approved for economically distressed worker training or professional technical training and who are otherwise eligible for benefits are not ineligible for [such] the benefits or waiting week credit because of attendance in [professional technical] the training.
- (3)(a) Eligible dislocated workers who file valid unemployment compensation claims, upon exhaustion of regular benefits, are eligible, subject to the availability of funds, for supplemental benefits from 1 to 26 times the individual's most recent weekly benefit amount based upon the amount needed to continue or complete approved professional technical training.
- (b) Supplemental benefits shall be paid under the same terms and conditions as regular benefits under this chapter, except that the Director of the Employment Department may extend the benefit year of an individual attending an approved professional technical training program a sufficient number of weeks to allow the individual to complete the training program.
- (c) Supplemental benefits under ORS 657.335 to 657.360 may be paid only when the eligible dislocated worker is not eligible to receive extended benefits as provided in ORS 657.321 to 657.329 or additional benefits as provided in ORS 657.331 to 657.334.
- (d) Supplemental benefits may be paid only to eligible dislocated workers whose unemployment, as determined by the director:
  - (A) Is substantially due to the lack of employment opportunities in the workers' local labor

1 market resulting from:

- (i) High energy costs;
- (ii) Extended drought conditions and the attendant economic conditions;
- 4 (iii) Secondary effects of foreign trade; or
  - (iv) A shift of production to another state or territory of the United States; or
  - (B) Resulted from the workers' return to service in the Oregon National Guard or military reserve forces of the United States following a change in status from serving under Title 32 to serving under Title 10 of the United States Code at a time designated by the President of the United States by executive order as a period of combatant activities.
  - (4) The receipt of supplemental benefits is conditioned upon the individual's demonstrating satisfactory progress and attendance in professional technical training.

SECTION 3. ORS 657.350 is amended to read:

657.350. The Director of the Employment Department[, in consultation with the Department of Community Colleges and Workforce Development,] shall [promulgate] adopt rules as necessary for the administration of ORS 657.335 to 657.360, including but not limited to procedures for approval, undertaking periodic reviews for continued approval, or for disapproval of professional technical training and economically distressed worker training for [an individual] eligible individuals. The director shall consult with the Department of Community Colleges and Workforce Development on rulemaking to ensure that all programs for eligible workers provide integrated and appropriate training and education.

SECTION 4. ORS 657.342 is repealed.