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TO THE	HONOR	ARIF	SENATE:

- The Committee on Economic Development, Housing and General Affairs to which was referred Senate Bill No. 10 entitled "An act relating to extending certain unemployment provisions related to COVID-19" respectfully reports that it has considered the same and recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:
- 8 * * * Experience Rating Relief for Calendar Year 2020 * * *
- 9 Sec. 1. 21 V.S.A. § 1325 is amended to read:
- 10 § 1325. EMPLOYERS' EXPERIENCE-RATING RECORDS;

DISCLOSURE TO SUCCESSOR ENTITY

(a)(1) The Commissioner shall maintain an experience-rating record for each employer. Benefits paid shall be charged against the experience-rating record of each subject employer who provided base-period wages to the eligible individual. Each subject employer's experience-rating charge shall bear the same ratio to total benefits paid as the total base-period wages paid by that employer bear to the total base-period wages paid to the individual by all base-period employers. The experience-rating record of an individual subject base-period employer shall not be charged for benefits paid to an individual under any of the following conditions:

21 ***

1	(G) The Between March 15, 2020 and December 31, 2020, the
2	individual voluntarily separated from that employer as provided by subdivision
3	1344(a)(2)(A) of this chapter for one of the following reasons:
4	* * *
5	(3)(A) Subject to the provisions of subdivision subdivisions (B) and (C)
6	of this subdivision (a)(3), an employer shall be relieved of charges for benefits
7	paid to an individual between March 15, 2020 and December 31, 2020 for a
8	period of up to eight weeks with respect to benefits paid because:
9	(i) the employer temporarily ceased operation, either partially or
10	completely, at the individual's place of employment in response to a request
11	from a public health authority with jurisdiction that the employer cease
12	operations because of COVID-19, in response to an emergency order or
13	directive issued by the Governor or the President related to COVID-19, or
14	because the employer voluntarily ceased operations due to the actual exposure
15	of workers at that place of employment to COVID-19;
16	(ii) the individual becomes unemployed as a direct result of a state
17	of emergency declared by the Governor or the President in relation to COVID-
18	19 or an order or directive issued by the Governor or President in relation to
19	COVID-19, including through a change or reduction in the employer's
20	operation at the individual's place of employment that is a direct result of such
21	a state of emergency, order, or directive; or

1	(iii) the <u>employer has temporarily laid off the</u> individual has been
2	recommended or requested based on a recommendation or request by a
3	medical professional or a public health authority with jurisdiction to that the
4	individual be isolated or quarantined as a result of COVID-19, regardless of
5	whether the individual has been diagnosed with COVID-19.
6	(B)(i) An Unless extended by the Commissioner pursuant to
7	subdivision (C) of this subdivision (a)(3), an employer shall only be eligible
8	for relief be relieved of charges for up to eight weeks of benefits paid between
9	March 15, 2020 and December 31, 2020 under the provisions of this
10	subdivision (a)(3) if the employer rehires or offers to rehire the individual
11	within a reasonable period of time after the employer resumes operations at the
12	individual's place of employment, as determined by the Commissioner, or
13	upon the completion of the individual's period of isolation or quarantine unless
14	the Commissioner determines that:
15	(I) the employee was not separated from employment for one
16	of the reasons set forth in subdivision (A) of this subdivision (a)(3); or
17	(II) the reason for the individual's separation from employment
18	set forth in subdivision (A) of this subdivision (a)(3) no longer exists and the
19	employer has failed to rehire or offer to rehire the individual without good
20	<u>cause</u> .

1	(ii) If the Commissioner has cause to believe or receives an
2	allegation or other information indicating that an employer may not be entitled
3	to relief from charges pursuant to this subdivision (a)(3), the Commissioner
4	shall examine the employer's records and any other documents and
5	information necessary to determine if the employer is entitled to relief from
6	charges pursuant to this subdivision (a)(3).
7	(C) The Commissioner may extend the period for which an employer
8	shall be relieved of charges for benefits paid to employees pursuant to
9	subdivision (A)(i) of this subdivision (a)(3) by an amount that the
10	Commissioner determines to be appropriate in light of the terms of any
11	applicable request from a local health official or the Commissioner of Health
12	or any applicable emergency order or directive issued by the Governor or the
13	President and any other relevant conditions or factors.
14	* * *
15	* * * Experience Rating Relief for Calendar Year 2021 * * *
16	Sec. 2. RELIEF FROM COVID-19-RELATED UNEMPLOYMENT
17	BENEFIT CHARGES FOR CALENDAR YEAR 2021
18	(a) For calendar year 2021, an employer shall be relieved from charges
19	against its unemployment insurance experience rating under 21 V.S.A. § 1325
20	for benefits paid because:

1	(1)(A) the individual voluntarily separated from employment with the
2	employer for one of the reasons set forth in 21 V.S.A. § 1344(a)(2)(A)(ii)–(vi):
3	(B) the employer temporarily ceased operation, either partially or
4	completely, at the individual's place of employment in response to a request
5	from a public health authority with jurisdiction that the employer cease
6	operations because of COVID-19, in response to an emergency order or
7	directive issued by the Governor or the President related to COVID-19, or
8	because the employer voluntarily ceased operations due to the actual exposure
9	of workers at that place of employment to COVID-19;
10	(C) the individual became unemployed as a direct result of a state of
11	emergency declared by the Governor or the President in relation to COVID-19
12	or an order or directive issued by the Governor or President in relation to
13	COVID-19, including through a change or reduction in the employer's
14	operation at the individual's place of employment that was a direct result of
15	such a state of emergency, order, or directive; or
16	(D) the employer temporarily laid off the individual based on a
17	recommendation or request by a medical professional or a public health
18	authority with jurisdiction that the individual be isolated or quarantined as a
19	result of COVID-19, regardless of whether the individual was diagnosed with
20	COVID-19; and

1	(2)(A) the employer rehired or offered to rehire the employee within a
2	reasonable time, not to exceed 30 days after the reason for the individual's
3	separation from employment set forth in subdivision (1) of this subsection (a)
4	no longer exists; or
5	(B) the employer demonstrates to the satisfaction of the
6	Commissioner that it had good cause for failing to rehire or offer to rehire the
7	employee within the time period set forth in subdivision (A) of this subdivision
8	<u>(a)(2).</u>
9	(b) On or before June 1, 2021, the Commissioner of Labor shall adopt
10	procedures and an application form for employers to apply for relief from
11	charges pursuant to subsection (a) of this section.
12	(c) The Commissioner shall not be required to initiate rulemaking pursuant
13	to 3 V.S.A. § 831(c) in relation to any procedures adopted under subsection (b)
14	of this section.
15	(d) On or before April 15, 2021, the Commissioner shall:
16	(1) submit to the House Committee on Commerce and Economic
17	Development and the Senate Committee on Economic Development, Housing
18	and General Affairs a report summarizing the procedures and application form
19	to be adopted pursuant to subsection (b) of this section; and

1	(2) commence a public outreach campaign to notify employers and
2	employees of the requirements and procedures to obtain relief from charges
3	under this section.
4	* * * Extension of Unemployment Insurance Related Sunset
5	from 2020 Acts and Resolves No. 91 * * *
6	Sec. 3. 2020 Acts and Resolves No. 91, Sec. 38(3) is amended to read:
7	(3) Secs. 32 and 33 shall take effect on March 31, 2021 on the first day
8	of the calendar quarter following the calendar quarter in which the state of
9	emergency declared in response to COVID-19 pursuant to Executive Order 01-
10	20 is terminated, provided that if the state of emergency is terminated within
11	the final 30 days of a calendar quarter, Secs. 32 and 33 shall take effect on the
12	first day of the second calendar quarter following the calendar quarter in which
13	the state of emergency is terminated.
14	* * * Implementation of Continued Assistance Act Provisions * * *
15	Sec. 4. TEMPORARY SUSPENSION OF CERTAIN REQUIREMENTS
16	FOR TRIGGERING AN EXTENDED BENEFIT PERIOD
17	For purposes of determining whether the State is in an extended benefit
18	during the period from November 1, 2020 through December 31, 2021, the
19	Commissioner shall disregard the requirement in 21 V.S.A. § 1421 that no
20	extended benefit period may begin before the fourteenth week following the
21	end of a prior extended benefit period.

1	Sec. 5. CONTINUED ELIGIBILITY FOR PANDEMIC EMERGENCY
2	UNEMPLOYMENT COMPENSATION; DELAY OF
3	SUBSEQUENT BENEFIT YEAR
4	(a) Notwithstanding any provision of 21 V.S.A. chapter 17 to the contrary,
5	an individual shall be eligible to receive or to continue to receive Pandemic
6	Emergency Unemployment Compensation benefits in lieu of regular
7	unemployment insurance benefits if:
8	(1) the individual was determined to be eligible for Pandemic
9	Emergency Unemployment Compensation during a benefit year that expired
10	after December 27, 2020;
11	(2) the individual has remaining entitlement to Pandemic Emergency
12	Unemployment Compensation benefits with respect to the expired benefit year;
13	(3) the individual would qualify pursuant to 21 V.S.A. chapter 17 for
14	regular unemployment insurance benefits in a new benefit year; and
15	(4) the weekly benefit amount for regular unemployment insurance
16	benefits in the new benefit year would be at least \$25.00 less than the weekly
17	benefit amount payable on the individual's Pandemic Emergency
18	Unemployment Compensation claim in the prior benefit year.
19	(b)(1) The new benefit year of an individual who is determined to be
20	eligible to receive or to continue receiving Pandemic Emergency
21	Unemployment Compensation benefits pursuant to subsection (a) shall not

1	begin until after the individual has exhausted his or her eligibility for Pandemic
2	Emergency Unemployment Compensation benefits.
3	(2) The individual's weekly benefit amount for the new benefit year
4	shall be determined based on the wages that would have been in the
5	individual's base period if the beginning of the new benefit year had not been
6	deferred pursuant to this section.
7	* * * Increased Unemployment Insurance Benefits * * *
8	Sec. 6. 21 V.S.A. § 1338 is amended to read:
9	§ 1338. WEEKLY BENEFITS
10	(a) Each eligible individual who is totally unemployed in any week shall be
11	paid with respect to such a week a weekly benefit amount determined as
12	provided in this section.
13	* * *
14	(e)(1) For benefit years beginning on January 3, 1988 and subsequent
15	thereto, an individual's weekly benefit amount shall be determined by dividing
16	the individual's two high quarter total subject wages required under
17	subdivision (d)(1) of this section by $45 \ \underline{38}$; provided that the weekly benefit
18	amount so determined shall not exceed the maximum weekly benefit amount
19	computed as provided in subsection (f) of this section.
20	(2) In addition to the weekly benefit amount determined pursuant to
21	subdivision (1) of this subsection, an individual shall be entitled to an

additional allowance of \$25.00 or 5 percent of the individual's weekly benefit
amount, whichever is greater, for each dependent. The total dependent
allowance for any individual shall not exceed \$125.00 or 25 percent of the
individual's weekly benefit amount, whichever is greater.
(3) As used in this subsection, "dependent" means:
(A) an individual's child who is under 18 years of age;
(B) an individual's child who is under 24 years of age and a full-time
student; or
(C) an individual's child who is 18 years of age or older and is unable
to earn wages in employment because of a physical or mental condition.
(f) The maximum weekly benefit amount shall be \$425.00 \$605.00 plus the
amount of any dependent allowance pursuant to subdivision (e)(2) of this
section. When the State Unemployment Compensation Fund has a positive
balance and all advances made to the State Unemployment Compensation
Fund pursuant to Title XII of the Social Security Act have been repaid as of
December 31 of the last completed calendar year, on the first day of the first
calendar week of July, the maximum weekly benefit amount shall be adjusted
by a percentage equal to the percentage change during the preceding calendar
year in the State average weekly wage as determined by subsection (g) of this
section, but in no event shall the maximum weekly benefit amount decrease.
When the unemployment contribution rate schedule established by subsection

1326(e) of this title is at schedule III, the maximum weekly benefit amount
shall be adjusted on the first day of the first calendar week in July to an amount
equal to 57 68 percent of the State annual average weekly wage as determined
by subsection (g) of this section. The maximum weekly benefit amount shall
not increase in any year that advances made to the State Unemployment
Compensation Fund pursuant to Title XII of the Social Security Act, as
amended, remain unpaid.
* * *
Sec. 7. 21 V.S.A. § 1338 is amended to read:
§ 1338. WEEKLY BENEFITS
(a) Each eligible individual who is totally unemployed in any week shall be
paid with respect to such a week a weekly benefit amount determined as
provided in this section.
* * *
(e)(1) For benefit years beginning on January 3, 1988 and subsequent
thereto, an individual's weekly benefit amount shall be determined by dividing
the individual's two high quarter total subject wages required under
subdivision (d)(1) of this section by $\frac{38}{45}$; provided that the weekly benefit
amount so determined shall not exceed the maximum weekly benefit amount
computed as provided in subsection (f) of this section.

* * *

1	Sec. 8. 21 V.S.A. § 1338 is amended to read:
2	§ 1338. WEEKLY BENEFITS
3	(a) Each eligible individual who is totally unemployed in any week shall be
4	paid with respect to such a week a weekly benefit amount determined as
5	provided in this section.
6	* * *
7	(e)(1) For benefit years beginning on January 3, 1988 and subsequent
8	thereto, an individual's weekly benefit amount shall be determined by dividing
9	the individual's two high quarter total subject wages required under
10	subdivision (d)(1) of this section by 45; provided that the weekly benefit
11	amount so determined shall not exceed the maximum weekly benefit amount
12	computed as provided in subsection (f) of this section.
13	(2) In addition to the weekly benefit amount determined pursuant to
14	subdivision (1) of this subsection, an individual shall be entitled to an
15	additional allowance of \$25.00 or 5 percent of the individual's weekly benefit
16	amount, whichever is greater, for each dependent. The total dependent
17	allowance for any individual shall not exceed \$125.00 or 25 percent of the
18	individual's weekly benefit amount, whichever is greater.
19	(3) As used in this subsection, "dependent" means:
20	(A) an individual's child who is under 18 years of age;

1	(B) an individual's child who is under 24 years of age and a full-time
2	student; or
3	(C) an individual's child who is 18 years of age or older and is unable
4	to earn wages in employment because of a physical or mental condition.
5	(f) The maximum weekly benefit amount shall be \$605.00 plus the amount
6	of any dependent allowance pursuant to subdivision (e)(2) of this section.
7	When the State Unemployment Compensation Fund has a positive balance and
8	all advances made to the State Unemployment Compensation Fund pursuant to
9	Title XII of the Social Security Act have been repaid as of December 31 of the
10	last completed calendar year, on the first day of the first calendar week of July,
11	the maximum weekly benefit amount shall be adjusted by a percentage equal
12	to the percentage change during the preceding calendar year in the State
13	average weekly wage as determined by subsection (g) of this section, but in no
14	event shall the maximum weekly benefit amount decrease. When the
15	unemployment contribution rate schedule established by subsection 1326(e) of
16	this title is at schedule III, the maximum weekly benefit amount shall be
17	adjusted on the first day of the first calendar week in July to an amount equal
18	to 68 57 percent of the State annual average weekly wage as determined by
19	subsection (g) of this section. The maximum weekly benefit amount shall not
20	increase in any year that advances made to the State Unemployment

1	Compensation Fund pursuant to Title XII of the Social Security Act, as
2	amended, remain unpaid.
3	* * *
4	* * * Unemployment Insurance Contribution Relief * * *
5	Sec. 9. UNEMPLOYMENT INSURANCE RATE SCHEDULE FOR
6	BENEFIT YEAR BEGINNING JULY 1, 2021
7	(a) Notwithstanding any provision of 21 V.S.A. § 1326 to the contrary, the
8	unemployment insurance contribution rate schedule for the benefit year
9	beginning on July 1, 2021 shall remain at Schedule I.
10	(b) The provisions of this section shall not apply if, on April 15, 2021, the
11	balance of the Unemployment Insurance Trust Fund is either below
12	\$90,000,000.00 or projected to drop below that amount on or before
13	<u>December 31, 2021.</u>
14	Sec. 10. UNEMPLOYMENT INSURANCE; BASE OF CONTRIBUTIONS
15	FOR 2022
16	(a) Notwithstanding 21 V.S.A. § 1321(b), the base of contributions for
17	calendar year 2022 shall be the same amount as for calendar year 2021.
18	(b) The provisions of this section shall not apply if, on October 15, 2021,
19	the balance of the Unemployment Insurance Trust Fund is either below
20	\$90,000,000.00 or projected to drop below that amount on or before
21	December 31, 2021.

1	Sec. 11. 21 V.S.A. § 1326 is amended to read:							
2	§ 1326. RATE BASED ON BENEFIT EXPERIENCE							
3	* * *							
4	(e) The rate schedule shall be determined by dividing the current Fund ratio							
5	by the highest benefit cost rate. The applicable rate schedule shall be that							
6	schedule below the resultant quotient which appears in column C of the						rs in column C of the	
7	following table, provided that the applicable rate schedule shall not be more							
8	8 <u>than two schedules higher than the rate schedule for the previous year:</u>							
9	A.	В						C.
10						IF T	HE RES	SULTING QUOTIENT IS:
11	Rate	% of	Taxable)				
12	Class	Pay	rolls	2.50	2.00	1.50	1.00	
13				and	to	to	to	under
14		From	То	over	2.49	1.99	1.49	1.00
15				I.	II.	III.	IV.	V.
16	0	00.00	00.00	0.4%	0.6%	0.8%	1.1%	1.3%
17	1	00.01	05.00	0.5	0.7	0.9	1.2	1.5
18	2	05.01	10.00	0.6	0.8	1.1	1.4	1.8
19	3	10.01	15.00	0.7	1.0	1.4	1.7	2.1
20	4	15.01	20.00	0.8	1.2	1.7	2.0	2.4
21	5	20.01	25.00	0.9	1.4	2.0	2.3	2.7

(Draft No. $1.1 - S.10$)
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1	6	25.01	30.00	1.1	1.7	2.3	2.6	3.0
2	7	30.01	35.00	1.4	2.0	2.6	2.9	3.3
3	8	35.01	40.00	1.7	2.3	2.9	3.2	3.6
4	9	40.01	45.00	2.0	2.6	3.2	3.5	4.0
5	10	45.01	50.00	2.3	2.9	3.5	3.8	4.4
6	11	50.01	55.00	2.6	3.2	3.8	4.1	4.8
7	12	55.01	60.00	2.9	3.5	4.1	4.5	5.2
8	13	60.01	65.00	3.2	3.8	4.4	4.9	5.6
9	14	65.01	70.00	3.5	4.1	4.7	5.3	6.0
10	15	70.01	75.00	3.8	4.4	5.0	5.7	6.4
11	16	75.01	80.00	4.1	4.7	5.3	6.1	6.8
12	17	80.01	85.00	4.4	5.0	5.6	6.5	7.2
13	18	85.01	90.00	4.7	5.3	5.9	6.9	7.6
14	19	90.01	95.00	5.0	5.6	6.2	7.3	8.0
15	20	95.01	100.00	5.4	5.9	6.5	7.7	8.4
16						* * *		

17 Sec. 12. EFFECTIVE DATE

- 18 (a) Sec. 7 shall take effect on July 1, 2022.
- 19 (b) Sec. 8 shall take effect on July 1, 2026.
- 20 (c) This section and the remaining sections of this act shall take effect on
- 21 <u>passage.</u>

(Draft No. 1.1 – S.10)	
2/23/2021 - DJL - 08:03 PM	1

Page 17 of 17 **POSSIBLE AMENDMENTS**

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2		
3		
4		
5	(Committee vote:)	
6		
7		Senator
8		FOR THE COMMITTEE