1 A bill to be entitled 2 An act relating to unemployment compensation; amending s. 3 443.036, F.S.; conforming a cross-reference; defining the terms "community service" and "reemployment services"; 4 5 amending s. 443.091, F.S.; providing that an unemployed individual is eligible to receive benefits if she or he 6 7 participates in a community service program administered 8 by a one-stop career center; amending ss. 443.1216, 9 443.131, and 443.151, F.S.; conforming cross-references; providing an effective date. 10 11 12 Be It Enacted by the Legislature of the State of Florida: 13 14 Section 1. Present subsection (9) and present subsections 15 (13) through (36) of section 443.036, Florida Statutes, are 16 renumbered as subsections (14) through (37), respectively, 17 present subsections (37) through (45) of that subsection are renumbered as subsections (39) through (47), respectively, and 18 19 amended, and new subsections (13) and (38) are added to that 20 section, to read: 21 443.036 Definitions.-As used in this chapter, the term: (9) 22 "Benefit year" means, for an individual, the 1-year 23 period beginning with the first day of the first week for which 24 the individual first files a valid claim for benefits and, 25 thereafter, the 1-year period beginning with the first day of 26 the first week for which the individual next files a valid claim for benefits after the termination of his or her last preceding 27 28 benefit year. Each claim for benefits made in accordance with s.

Page 1 of 22

443.151(2) is a valid claim under this subsection if the 29 30 individual was paid wages for insured work in accordance with s. 31 443.091(1)(h) s. 443.091(1)(g) and is unemployed as defined in subsection (43) at the time of filing the claim. However, the 32 Agency for Workforce Innovation may adopt rules providing for 33 the establishment of a uniform benefit year for all workers in 34 35 one or more groups or classes of service or within a particular industry if the agency determines, after notice to the industry 36 37 and to the workers in the industry and an opportunity to be heard in the matter, that those groups or classes of workers in 38 39 a particular industry periodically experience unemployment 40 resulting from layoffs or shutdowns for limited periods of time.

41 (13) "Community service" means any program operated by a 42 one-stop career center in which unemployed persons are required 43 to perform volunteer services for private nonprofit or public 44 entities.

45 <u>(14) (13)</u> "Contributing employer" means an employer who is 46 liable for contributions under this chapter.

47 (15) (14) "Contribution" means a payment of payroll tax to
48 the Unemployment Compensation Trust Fund which is required under
49 this chapter to finance unemployment benefits.

- 50 (16) (15) "Crew leader" means an individual who: 51 (a) Furnishes individuals to perform service in
- 52 agricultural labor for another person.

(b) Pays, either on his or her own behalf or on behalf of the other person, the individuals furnished by him or her for the service in agricultural labor performed by those individuals.

(c) Has not entered into a written agreement with the other person under which the individual is designated as an employee of the other person.

60 <u>(17)(16)</u> "Earned income" means gross remuneration derived 61 from work, professional service, or self-employment. The term 62 includes commissions, bonuses, back pay awards, and the cash 63 value of all remuneration paid in a medium other than cash. The 64 term does not include income derived from invested capital or 65 ownership of property.

66 (18) (17) "Educational institution" means an institution,
 67 except for an institution of higher education:

(a) In which participants, trainees, or students are
offered an organized course of study or training designed to
transfer to them knowledge, skills, information, doctrines,
attitudes, or abilities from, by, or under the guidance of, an
instructor or teacher;

(b) <u>Which</u> That is approved, licensed, or issued a permit to operate as a school by the Department of Education or other governmental agency that is authorized within the state to approve, license, or issue a permit for the operation of a school; and

(c) <u>Which That</u> offers courses of study or training which
are academic, technical, trade, or preparation for gainful
employment in a recognized occupation.

81 (19)(18) "Employee leasing company" means an employing 82 unit that has a valid and active license under chapter 468, and 83 that maintains the records required by s. 443.171(5), and 84 produces, in addition, is responsible for producing quarterly

Page 3 of 22

85 reports concerning the clients and the internal staff of the 86 employee leasing company and the internal staff of the employee 87 leasing company. As used in this subsection, the term "client" 88 means a party who has contracted with an employee leasing 89 company that provides to provide a worker, or workers, to perform services for the client. Leased employees include 90 91 employees subsequently placed on the payroll of the employee 92 leasing company on behalf of the client. An employee leasing 93 company must notify the tax collection service provider within 94 30 days after the initiation or termination of the company's relationship with a any client company under chapter 468. 95

96 (20) (19) "Employer" means an employing unit subject to 97 this chapter under s. 443.1215.

(21) (20) "Employing unit" means an individual; an or type 98 99 of organization, including a partnership, limited liability 100 company, association, trust, estate, joint-stock company, insurance company, or corporation, whether domestic or foreign; 101 102 the receiver, trustee in bankruptcy, trustee, or successor of 103 any of the foregoing; or the legal representative of a deceased 104 person, who which has or had in his or her its employ one or 105 more individuals performing services for it within this state.

(a) Each individual employed to perform or to assist in
performing the work of any agent or employee of an employing
unit is deemed to be employed by the employing unit for the
purposes of this chapter, regardless of whether the individual
was hired or paid directly by the employing unit or by an agent
or employee of the employing unit, if the employing unit had
actual or constructive knowledge of the work.

Page 4 of 22

(b) Each individual performing services in this state for an employing unit maintaining at least two separate establishments in this state is deemed to be performing services for a single employing unit for the purposes of this chapter.

(C) A person who is an officer of a corporation, or a 117 member of a limited liability company classified as a 118 119 corporation for federal income tax purposes, and who performs 120 services for the corporation or limited liability company in 121 this state, regardless of whether those services are continuous, 122 is deemed an employee of the corporation or the limited liability company during all of each week of his or her tenure 123 124 of office, regardless of whether he or she is compensated for 125 those services. Services are presumed to be rendered for the 126 corporation if in cases in which the officer is compensated by 127 means other than dividends upon shares of stock of the 128 corporation owned by him or her.

(d) A limited liability company shall be treated as having
the same status as it is classified for federal income tax
purposes. However, a single-member limited liability company
shall be treated as the employer.

133 (22) (21) "Employment" means a service subject to this 134 chapter under s. 443.1216 which is performed by an employee for 135 <u>his or her employer</u> the person employing him or her.

136 <u>(23) (22)</u> "Farm" includes stock, dairy, poultry, fruit, 137 fur-bearing animal, and truck farms, plantations, ranches, 138 nurseries, ranges, greenhouses or other similar structures used 139 primarily for the raising of agricultural or horticultural 140 commodities, and orchards.

141 <u>(24)(23)</u> "Fund" means the Unemployment Compensation Trust 142 Fund created under this chapter, into which all contributions 143 and reimbursements required under this chapter are deposited and 144 from which all benefits provided under this chapter are paid.

145 <u>(25)(24)</u> "High quarter" means the quarter in an 146 individual's base period in which the individual has the 147 greatest amount of wages paid, regardless of the number of 148 employers paying wages in that quarter.

149 <u>(26) (25)</u> "Hospital" means an <u>establishment</u> institution 150 that is licensed as a hospital under chapter 395, certified, or 151 approved by the Agency for Health Care Administration as a 152 hospital.

153 (27)(26) "Institution of higher education" means an 154 educational institution that:

(a) Admits as regular students only individuals having a
certificate of graduation from a high school, or the recognized
equivalent of a certificate of graduation;

(b) Is legally authorized in this state to provide aprogram of education beyond high school;

(c) Provides an educational program <u>that</u> for which it awards a bachelor's or higher degree, or provides a program that is acceptable for full credit toward a bachelor's or higher degree; a program of postgraduate or postdoctoral studies; or a program of training to prepare students for gainful employment in a recognized occupation; and

166 167 (d) Is a public or other nonprofit institution.

168 The term includes each community college and state university in

Page 6 of 22

172

169 this state, and <u>any</u> each other institution in this state 170 authorized under s. 1005.03 to use the designation "college" or 171 "university." under s. 1005.03.

(28)(27) "Insured work" means employment for employers.

173 <u>(29)(28)</u> "Leave of absence" means a temporary break in 174 service to an employer, for a specified period of time, during 175 which the employing unit guarantees the same or a comparable 176 position to the worker at the expiration of the leave.

177 <u>(30)(29)</u> "Misconduct" includes, but is not limited to, the 178 following, which may not be construed in pari materia with each 179 other:

(a) Conduct demonstrating willful or wanton disregard of
an employer's interests and found to be a deliberate violation
or disregard of the standards of behavior which the employer has
a right to expect of his or her employee; or

(b) Carelessness or negligence to a degree or recurrence that manifests culpability, wrongful intent, or evil design or shows an intentional and substantial disregard of the employer's interests or of the employee's duties and obligations to his or her employer.

189 <u>(31)(30)</u> "Monetary determination" means a determination of 190 whether and in what amount a claimant is eligible for benefits 191 based on the claimant's employment during the base period of the 192 claim.

193 <u>(32)(31)</u> "Nonmonetary determination" means a determination 194 of the claimant's eligibility for benefits based on an issue 195 other than monetary entitlement and benefit overpayment.

196

Page 7 of 22

(33) (32) "Not in the course of the employer's trade or

FLORIDA HOUSE OF REPRESENTATIV	ΞS
--------------------------------	----

197 business" means not promoting or advancing the trade or business 198 of the employer.

199 <u>(34) (33)</u> "One-stop career center" means a service site 200 established and maintained as part of the one-stop delivery 201 system under s. 445.009.

202 <u>(35)(34)</u> "Pay period" means a period of 31 or fewer 203 consecutive days for which a payment or remuneration is 204 ordinarily made to the employee by the person employing him or 205 her.

206 207 (36) (35) "Public employer" means:

(a) A state agency or political subdivision of the state;

(b) An instrumentality that is wholly owned by one or more
 state agencies or political subdivisions of the state; or

(c) An instrumentality that is wholly owned by one or more state agencies, political subdivisions, or instrumentalities of the state and one or more state agencies or political subdivisions of one or more other states.

214 <u>(37)</u> (36) "Reasonable assurance" means a written or verbal 215 agreement, an agreement between an employer and a worker 216 understood through tradition within the trade or occupation, or 217 an agreement defined in an employer's policy.

218 <u>(38) "Reemployment services" means all activities provided</u> 219 <u>to unemployed persons which are designed to assist them in</u> 220 <u>finding work, including, but not limited to:</u> 221 (a) Job search, referral and placement assistance, and

222 provision of labor market information.

223 (b) Creation of an individualized employability 224 development plan that is developed by a case manager and job

Page 8 of 22

F	L	0	R	D	А	Н	0	U	S	Е	0	F	R	Е	Ρ	R	Е	S	Е	Ν	Т	Α	Т	V	Е	S

225 seeker and includes career goals, work history, certification, 226 and services required to meet such goals. The plan is agreed to 227 by the job seeker who must meet each goal in order to continue 228 participating in job training programs. (c) Assessment of skill levels, abilities, and aptitudes. 229 230 (d) Career guidance, if appropriate, and referral to 231 training as required. 232 Job search workshops such as resume writing and (e) 233 interviewing classes. 234 Community service programs operated by a one-stop (f) 235 career center. 236 (39) (37) "Reimbursement" means a payment of money to the 237 Unemployment Compensation Trust Fund in lieu of a contribution 238 which is required under this chapter to finance unemployment 239 benefits. (40) (38) "Reimbursing employer" means an employer who is 240 241 liable for reimbursements in lieu of contributions made under 242 this chapter. 243 (41) (39) "State" includes the states of the United States, 244 the District of Columbia, Canada, the Commonwealth of Puerto 245 Rico, and the Virgin Islands. (42) (40) "State law" means the unemployment insurance law 246 247 of any state, approved by the United States Secretary of Labor under s. 3304 of the Internal Revenue Code of 1954. 248 249 (43) (41) "Tax collection service provider" or "service provider" means the state agency providing unemployment tax 250 251 collection services under contract with the Agency for Workforce 252 Innovation through an interagency agreement pursuant to s.

253 443.1316.

254 <u>(44)(42)</u> "Temporary layoff" means a job separation due to 255 lack of work which does not exceed 8 consecutive weeks and which 256 has a fixed or approximate return-to-work date.

257

(45) (43) "Unemployment" or "unemployed" means:

An individual is "totally unemployed" in any week 258 (a) 259 during which he or she does not perform any services and for 260 which earned income is not payable to him or her. An individual 261 is "partially unemployed" in any week of less than full-time 262 work if the earned income payable to him or her for that week is less than his or her weekly benefit amount. The Agency for 263 264 Workforce Innovation may adopt rules prescribing distinctions in 265 the procedures for unemployed individuals based on total 266 unemployment, part-time unemployment, partial unemployment of 267 individuals attached to their regular jobs, and other forms of 268 short-time work.

(b) An individual's week of unemployment commences only after his or her registration with the Agency for Workforce Innovation as required in s. 443.091, except as the agency may otherwise prescribe by rule.

273 <u>(46)</u> (44) "Wages" means remuneration subject to this 274 chapter under s. 443.1217.

275 <u>(47)(45)</u> "Week" means a period of 7 consecutive days as 276 defined in the rules of the Agency for Workforce Innovation. The 277 Agency for Workforce Innovation may by rule prescribe that a 278 week is deemed to be "in," "within," or "during" the benefit 279 year that contains the greater part of the week.

280

Page 10 of 22

Section 2. Subsection (1) of section 443.091, Florida

281 Statutes, is amended to read: 282 443.091 Benefit eligibility conditions.-283 An unemployed individual is eligible to receive (1)benefits for any week only if the Agency for Workforce 284 Innovation finds that: 285 She or he has made a claim for benefits for that week 286 (a) 287 in accordance with the rules adopted by the Agency for Workforce 288 Innovation. 289 She or he has registered with the agency for work and (b) 290 subsequently reports to the one-stop career center as directed by the regional workforce board for reemployment services. This 291 292 requirement does not apply to persons who are: Non-Florida residents; 293 1. 294 On a temporary layoff, as defined in s. 443.036(42); 2. 295 3. Union members who customarily obtain employment through 296 a union hiring hall; or 297 4. Claiming benefits under an approved short-time 298 compensation plan as provided in s. 443.1116. 299 (C) To make continued claims for benefits, she or he is 300 reporting to the agency in accordance with its rules. These 301 rules may not conflict with s. 443.111(1)(b), including the 302 requirement that each claimant continue to report regardless of 303 any pending appeal relating to her or his eligibility or 304 disgualification for benefits. She or he is able to work and is available for work. 305 (d) 306 In order to assess eligibility for a claimed week of 307 unemployment, the agency shall develop criteria to determine a 308 claimant's ability to work and availability for work. However:

Page 11 of 22

309 Notwithstanding any other provision of this paragraph 1. or paragraphs (b) and (e), an otherwise eligible individual may 310 311 not be denied benefits for any week because she or he is in training with the approval of the agency, or by reason of s. 312 443.101(2) relating to failure to apply for, or refusal to 313 accept, suitable work. Training may be approved by the agency in 314 accordance with criteria prescribed by rule. A claimant's 315 316 eligibility during approved training is contingent upon 317 satisfying eligibility conditions prescribed by rule.

318 Notwithstanding any other provision of this chapter, an 2. otherwise eligible individual who is in training approved under 319 320 s. 236(a)(1) of the Trade Act of 1974, as amended, may not be determined ineligible or disqualified for benefits due to her or 321 322 his enrollment in such training or because of leaving work that is not suitable employment to enter such training. As used in 323 324 this subparagraph, the term "suitable employment" means work of 325 a substantially equal or higher skill level than the worker's 326 past adversely affected employment, as defined for purposes of 327 the Trade Act of 1974, as amended, the wages for which are at 328 least 80 percent of the worker's average weekly wage as 329 determined for purposes of the Trade Act of 1974, as amended.

330 3. Notwithstanding any other provision of this section, an 331 otherwise eligible individual may not be denied benefits for any 332 week because she or he is before any state or federal court 333 pursuant to a lawfully issued summons to appear for jury duty.

334 <u>4. Notwithstanding any other provision of this section, an</u>
 335 <u>otherwise eligible individual may not be denied benefits for any</u>
 336 week because she or he is participating in a community service

Page 12 of 22

337 program as provided in paragraph (f).

(e) She or he participates in reemployment services, such as job search assistance services <u>if</u>, whenever the individual has been determined, by a profiling system established by agency rule, to be likely to exhaust regular benefits and to be in need of reemployment services.

343 (f) She or he participates in a community service program 344 administered by a one-stop career center. This requirement 345 applies only to claims in which the 12th week of her or his 346 regular benefits falls after July 2, 2011.

347 <u>(g)(f)</u> She or he has been unemployed for a waiting period 348 of 1 week. A week may not be counted as a week of unemployment 349 under this subsection unless:

Unless It occurs within the benefit year that includes
 the week for which she or he claims payment of benefits.

352

2. If Benefits have been paid for that week.

353 3. Unless The individual was eligible for benefits for 354 that week as provided in this section and s. 443.101, except for 355 the requirements of this subsection and of s. 443.101(5).

356 <u>(h)(g)</u> She or he has been paid wages for insured work 357 equal to 1.5 times her or his high quarter wages during her or 358 his base period, except that an unemployed individual is not 359 eligible to receive benefits if the base period wages are less 360 than \$3,400.

361 <u>(i)(h)</u> She or he submitted to the agency a valid social 362 security number assigned to her or him. The agency may verify 363 the social security number with the United States Social 364 Security Administration and may deny benefits if the agency is

Page 13 of 22

365 unable to verify the individual's social security number, the 366 social security number is invalid, or the social security number 367 is not assigned to the individual.

368 Section 3. Paragraph (a) of subsection (1) and paragraph 369 (f) of subsection (13) of section 443.1216, Florida Statutes, 370 are amended to read:

371 443.1216 Employment.-Employment, as defined in s. 443.036,
372 is subject to this chapter under the following conditions:

373 (1) (a) The employment subject to this chapter includes a 374 service performed, including a service performed in interstate 375 commerce, by:

376

1. An officer of a corporation.

377 2. An individual who, under the usual common-law rules 378 applicable for in determining the employer-employee 379 relationship, is an employee. However, if whenever a client who, 380 as defined in s. 443.036(18), which would otherwise be 381 designated as an employing unit has contracted with an employee 382 leasing company to supply it with workers, those workers are 383 considered employees of the employee leasing company. An 384 employee leasing company may lease corporate officers of the 385 client to the client and other workers to the client, except as prohibited by regulations of the Internal Revenue Service. 386 387 Employees of an employee leasing company must be reported under 388 the employee leasing company's tax identification number and contribution rate for work performed for the employee leasing 389 390 company.

391 a. In addition to any other report required to be filed by392 law, an employee leasing company shall submit a report to the

Page 14 of 22

F	L	0	R	D	А	Н	0	U	S	Е	0	F	R	Е	Ρ	R	Е	S	Е	Ν	Т	Α	Т	V	Е	S

393 Labor Market Statistics Center within the Agency for Workforce 394 Innovation which includes each client establishment and each 395 establishment of the employee leasing company, or as otherwise 396 directed by the agency. The report must include the following 397 information for each establishment:

398

(I) The trade or establishment name;

399 (II) The former unemployment compensation account number, 400 if available;

401 (III) The former federal employer's identification number 402 (FEIN), if available;

403 (IV) The industry code recognized and published by the
404 United States Office of Management and Budget, if available;

405 (V) A description of the client's primary business
406 activity in order to verify or assign an industry code;

407

(VI) The address of the physical location;

408 (VII) The number of full-time and part-time employees who 409 worked during, or received pay that was subject to unemployment 410 compensation taxes for, the pay period including the 12th of the 411 month for each month of the quarter;

412 (VIII) The total wages subject to unemployment
413 compensation taxes paid during the calendar quarter;

414 (IX) An internal identification code to uniquely identify 415 each establishment of each client;

(X) The month and year that the client entered into the contract for services; and

418 (XI) The month and year that the client terminated the 419 contract for services.

420

b.

Page 15 of 22

The report shall be submitted electronically or as in a

421 manner otherwise prescribed by the Agency for Workforce 422 Innovation and in the format specified by the Bureau of Labor 423 Statistics of the United States Department of Labor for its Multiple Worksite Report for Professional Employer 424 425 Organizations. The report must be provided quarterly to the 426 Labor Market Statistics Center within the Agency for Workforce 427 Innovation, or as otherwise directed by the agency, and must be 428 filed by the last day of the month immediately following the end 429 of the calendar quarter. The information required in sub-sub-430 subparagraphs a.(X) and (XI) need be provided only in the quarter in which the contract to which it relates was entered 431 432 into or terminated. The sum of the employment data and the sum 433 of the wage data in the this report must match the employment 434 and wages reported in the unemployment compensation quarterly 435 tax and wage report. A report is not required for any calendar 436 quarter preceding the third calendar quarter of 2010.

c. The Agency for Workforce Innovation shall adopt rules
as necessary to administer this subparagraph, and may
administer, collect, enforce, and waive the penalty imposed by
s. 443.141(1)(b) for the report required by this subparagraph.

d. For the purposes of this subparagraph, the term
"establishment" means any location where business is conducted
or where services or industrial operations are performed.

An individual other than an individual who is an
employee under subparagraph 1. or subparagraph 2., who performs
services for remuneration for any person:

447 a. As an agent-driver or commission-driver engaged in
448 distributing meat products, vegetable products, fruit products,

Page 16 of 22

FLORIDA HOUSE OF REPRESENTATIVES	F	L	0	R		D	А	Н	0	U	S	Е	0	F	R	Е	Р	R	Е	S	Е	Ν	Т	Α	Т		V	Е	S
----------------------------------	---	---	---	---	--	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	--	---	---	---

bakery products, beverages other than milk, or laundry ordrycleaning services for his or her principal.

451 b. As a traveling or city salesperson engaged on a full-452 time basis in the solicitation on behalf of, and the transmission to, his or her principal of orders from 453 454 wholesalers, retailers, contractors, or operators of hotels, restaurants, or other similar establishments for merchandise for 455 456 resale or supplies for use in their business operations. This 457 sub-subparagraph does not apply to an agent-driver, or a 458 commission-driver, or and does not apply to sideline sales 459 activities performed on behalf of a person other than the 460 salesperson's principal.

461 4. The services described in subparagraph 3. are462 employment subject to this chapter only if:

a. The contract of service contemplates that substantially
all of the services are to be performed personally by the
individual;

b. The individual does not have a substantial investment
in facilities used in connection with the services, other than
facilities used for transportation; and

469 c. The services are not in the nature of a single
470 transaction that is not part of a continuing relationship with
471 the person for whom the services are performed.

472 (13) The following are exempt from coverage under this473 chapter:

474 (f) Service performed in the employ of a public employer
475 as defined in s. 443.036, except as provided in subsection (2),
476 and service performed in the employ of an instrumentality of a

Page 17 of 22

477 public employer as described in s. 443.036(36) (b) or (c) s. 443.036(35)(b) or (c), to the extent that the instrumentality is 478 479 immune under the United States Constitution from the tax imposed 480 by s. 3301 of the Internal Revenue Code for that service. 481 Section 4. Paragraph (f) of subsection (3) of section 443.131, Florida Statutes, is amended to read: 482 443.131 Contributions.-483 484 VARIATION OF CONTRIBUTION RATES BASED ON BENEFIT (3) 485 EXPERIENCE.-486 Transfer of employment records.-(f) 487 For the purposes of this subsection, two or more 1. 488 employers who are parties to a transfer of business or the 489 subject of a merger, consolidation, or other form of 490 reorganization, effecting a change in legal identity or form, 491 are deemed a single employer and are considered to be one 492 employer with a continuous employment record if the tax 493 collection service provider finds that the successor employer 494 continues to carry on the employing enterprises of all of the 495 predecessor employers, and that the successor employer has paid 496 all contributions required of and due from all of the 497 predecessor employers, and has assumed liability for all 498 contributions that may become due from all of the predecessor 499 employers. In addition, An employer may not be considered a 500 successor under this subparagraph if the employer purchases a 501 company with a lower rate into which employees with job 502 functions unrelated to the business endeavors of the predecessor are transferred for the purpose of acquiring the low rate and 503 504 avoiding payment of contributions. As used in this paragraph,

Page 18 of 22

Notwithstanding <u>s. 443.036(15)</u> s. 443.036(14), the term "contributions," <u>as used in this paragraph</u>, means all indebtedness to the tax collection service provider, including, but not limited to, interest, penalty, collection fee, and service fee.

510 2. A successor employer must accept the transfer of all of 511 the predecessor employers' employment records within 30 days 512 after the date of the official notification of liability by 513 succession. If a predecessor employer has unpaid contributions 514 or outstanding quarterly reports, the successor employer must pay the total amount with certified funds within 30 days after 515 516 the date of the notice listing the total amount due. After the 517 total indebtedness is paid, the tax collection service provider 518 shall transfer the employment records of all of the predecessor employers to the successor employer's employment record. The tax 519 520 collection service provider shall determine the contribution 521 rate of the combined successor and predecessor employers upon 522 the transfer of the employment records, as prescribed by rule, 523 in order to calculate any change in the contribution rate 524 resulting from the transfer of the employment records.

525 <u>3.2</u>. Regardless of whether a predecessor employer's 526 employment record is transferred to a successor employer under 527 this paragraph, the tax collection service provider shall treat 528 the predecessor employer, if he or she subsequently employs 529 individuals, as an employer without a previous employment record 530 or, if his or her coverage is terminated under s. 443.121, as a 531 new employing unit.

532

4.3. The state agency providing unemployment tax

Page 19 of 22

2011

533 collection services may adopt rules governing the partial 534 transfer of experience rating when an employer transfers an 535 identifiable and segregable portion of his or her payrolls and business to a successor employing unit. As a condition of each 536 partial transfer, these rules must require the following to be 537 filed with the tax collection service provider: an application 538 539 by the successor employing unit, an agreement by the predecessor 540 employer, and the evidence required by the tax collection 541 service provider to show the benefit experience and payrolls 542 attributable to the transferred portion through the date of the 543 transfer. These rules must provide that the successor employing 544 unit, if not an employer subject to this chapter, becomes an 545 employer as of the date of the transfer and that the transferred 546 portion of the predecessor employer's employment record is removed from the employment record of the predecessor employer. 547 548 For each calendar year after the date of the transfer of the 549 employment record in the records of the tax collection service 550 provider, the service provider shall compute the contribution 551 rate payable by the successor employer or employing unit based 552 on his or her employment record, combined with the transferred 553 portion of the predecessor employer's employment record. These 554 rules may also prescribe what contribution rates are payable by 555 the predecessor and successor employers for the period between 556 the date of the transfer of the transferred portion of the 557 predecessor employer's employment record in the records of the tax collection service provider and the first day of the next 558 559 calendar year.



5.4. This paragraph does not apply to an employee leasing

Page 20 of 22

561 company and client contractual agreement as defined in s.
562 443.036. The tax collection service provider shall, if the
563 contractual agreement is terminated or the employee leasing
564 company fails to submit reports or pay contributions as required
565 by the service provider, treat the client as a new employer
566 without previous employment record unless the client is
567 otherwise eligible for a variation from the standard rate.

568 Section 5. Paragraph (b) of subsection (3) of section 569 443.151, Florida Statutes, is amended to read:

570

571

443.151 Procedure concerning claims.-(3) DETERMINATION OF ELIGIBILITY.-

572 (b) Monetary determinations.-In addition to the notice of 573 claim, the agency shall also promptly provide an initial 574 monetary determination to the claimant and each base period 575 employer whose account is subject to being charged for its 576 respective share of benefits on the claim. The monetary 577 determination must include a statement of whether and in what 578 amount the claimant is entitled to benefits, and, in the event 579 of a denial, must state the reasons for the denial. A monetary 580 determination for the first week of a benefit year must also 581 include a statement of whether the claimant was paid the wages required under s. 443.091(1)(h) s. 443.091(1)(g) and, if so, the 582 583 first day of the benefit year, the claimant's weekly benefit 584 amount, and the maximum total amount of benefits payable to the 585 claimant for a benefit year. The monetary determination is final 586 unless within 20 days after the mailing of the notices to the 587 parties' last known addresses, or in lieu of mailing, within 20 588 days after the delivery of the notices, an appeal or written

Page 21 of 22

FLORIDA HOUSE OF REPRESENT	ATIVES
----------------------------	--------

589 request for reconsideration is filed by the claimant or other 590 party entitled to notice. The agency may adopt rules as 591 necessary to implement the processes described in this paragraph 592 relating to notices of monetary determinations and the appeals 593 or reconsideration requests filed in response to such notices. 594 Section 6. This act shall take effect July 1, 2011.