SENATE BILL NO. 176

February 24, 2021, Introduced by Senators ALEXANDER, ANANICH, BRINKS, GEISS, IRWIN, WOJNO, SANTANA, CHANG, POLEHANKI, MCCANN, BAYER, MOSS, HERTEL and HOLLIER and referred to the Committee on Economic and Small Business Development.

A bill to amend 1936 (Ex Sess) PA 1, entitled "Michigan employment security act,"

by amending section 32 (MCL 421.32), as amended by 2020 PA 229.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 32. (a) Claims for benefits shall be made pursuant to
- 2 regulations prescribed by the unemployment agency. The unemployment
- 3 agency shall designate representatives who shall promptly examine
- 4 claims and make a determination on the facts. The unemployment
- 5 agency may establish rules providing for the examination of claims,
- 6 the determination of the validity of the claims, and the amount and

duration of benefits to be paid. The claimant and other interested
parties shall be promptly notified of the determination and the
reasons for the determination.

4 (b) The unemployment agency shall mail to the claimant, to 5 each base period employer or employing unit, and to the separating 6 employer or employing unit, a monetary determination. The monetary 7 determination shall notify each of these employers or employing 8 units that the claimant has filed an application for benefits and 9 the amount the claimant reported as earned with the separating 10 employer or employing unit, and shall state the name of each 11 employer or employing unit in the base period and the name of the 12 separating employer or employing unit. The monetary determination 13 shall also state the claimant's weekly benefit rate, the amount of 14 base period wages paid by each base period employer, the maximum 15 benefit amount that could be charged to each employer's account or 16 experience account, and the reason for separation reported by the claimant. The monetary determination shall also state whether the 17 18 claimant is monetarily eligible to receive unemployment benefits. 19 Except for separations under section 29(1)(a), no further 20 reconsideration of a separation from any base period employer will be made unless the base period employer notifies the unemployment 21 22 agency of a possible disqualifying separation within 30 days of the 23 separation in accordance with this subsection. Charges to the 24 employer and payments to the claimant shall be as described in 25 section 20(a). New, additional, or corrected information received by the unemployment agency more than 10 days after mailing the 26 monetary determination shall be considered a request for 27 28 reconsideration by the employer of the monetary determination and 29 shall be reviewed as provided in section 32a.

(c) For the purpose of determining a claimant's nonmonetary 1 2 eligibility and qualification for benefits, if the claimant's most recent base period or benefit year separation was for a reason 3 other than the lack of work, then a determination shall be issued 4 5 concerning that separation to the claimant and to the separating 6 employer. If a claimant is not disqualified based on his or her 7 most recent separation from employment and has satisfied the 8 requirements of section 29, the unemployment agency shall issue a 9 nonmonetary determination as to that separation only. If a claimant 10 is not disqualified based on his or her most recent separation from 11 employment and has not satisfied the requirements of section 29, 12 the unemployment agency shall issue 1 or more nonmonetary determinations necessary to establish the claimant's qualification 13 14 for benefits based on any prior separation in inverse chronological 15 order. The unemployment agency shall consider all base period 16 separations involving disqualifications under section 29(1)(h), 17 (i), (j), (k), (m), or (n) in determining a claimant's nonmonetary eligibility and qualification for benefits. An employer may 18 19 designate in writing to the unemployment agency an individual or 20 another employer or an employing unit to receive any notice required to be given by the unemployment agency to that employer or 21 to represent that employer in any proceeding before the 22 unemployment agency as provided in section 31. Notwithstanding any 23 24 other provision of this act, beginning May 1, 2020, and until the 25 effective date of the amendatory act that added this subsection, in determining a claimant's nonmonetary eligibility to qualify for 26 27 benefits, the unemployment agency shall not issue a determination with respect to the claimant's separation from a base period or 28 29 benefit year employer other than the separating employer, and the

unemployment agency shall consider the claimant to have satisfiedthe requirements of section 29(2) and (3).

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- (d) If the unemployment agency requests additional monetary or nonmonetary information from an employer or employing unit and the unemployment agency fails to receive a written response from the employer or employing unit within 10 calendar days after the date of mailing the request for information, the unemployment agency shall make a determination based upon the available information at the time the determination is made. Charges to the employer and payments to the claimant shall be as described in section 20(a).
- (e) The claimant or interested party may file an application with an office of the unemployment agency for a redetermination in accordance with section 32a.
- 14 (f) The issuance of each benefit check shall be considered a 15 determination by the unemployment agency that the claimant 16 receiving the check was covered during the compensable period, and 17 eligible and qualified for benefits. A chargeable employer, upon 18 receipt of a listing of the check as provided in section 21(a), may protest by requesting a redetermination of the claimant's 19 20 eligibility or qualification as to that period and a determination as to later weeks and benefits still unpaid that are affected by 21 22 the protest. Upon receipt of the protest or request, the 23 unemployment agency shall investigate and redetermine whether the 24 claimant is eligible and qualified as to that period. If, upon the 25 redetermination, the claimant is found ineligible or not qualified, the unemployment agency shall proceed as described in section 62. 26 27 In addition, the unemployment agency shall investigate and determine whether the claimant obtained benefits for 1 or more 28 29 preceding weeks within the series of consecutive weeks that

- 1 includes the week covered by the redetermination and, if so, shall
- 2 proceed as described in section 62 as to those weeks.
- 3 Notwithstanding any other provision of this act, for benefits
- 4 charged after March 15, 2020 but before January 1, 2021, an
- 5 employer has 1 year after the date a benefit payment is charged
- 6 against the employer's account to protest that charge.
- 7 (g) If a claimant commences to file continued claims through a
- 8 different state claim office in this state or elsewhere, the
- 9 unemployment agency promptly shall issue written notice of that
- 10 fact to the chargeable employer.
- 11 (h) If a claimant refuses an offer of work, or fails to apply
- 12 for work of which the claimant has been notified, as provided in
- 13 section 29(1)(c) or (e), the unemployment agency shall promptly
- 14 make a written determination as to whether or not the refusal or
- 15 failure requires disqualification under section 29. Notice of the
- 16 determination, specifying the name and address of the employing
- 17 unit offering or giving notice of the work and of the chargeable
- 18 employer, shall be sent to the claimant, the employing unit
- 19 offering or giving notice of the work, and the chargeable employer.
- 20 (i) The unemployment agency shall issue a notification to the
- 21 claimant of claimant rights and responsibilities within 2 weeks
- 22 after the initial benefit payment on a claim and 6 months after the
- 23 initial benefit payment on the claim. If the claimant selected a
- 24 preferred form of communication, the notification must be conveyed
- 25 by that form. Issuing the notification must not delay or interfere
- 26 with the claimant's benefit payment. The notification must contain
- 27 clear and understandable information pertaining to all of the
- 28 following:
- 29 (i) Determinations as provided in section 62.

- $\mathbf{1}$ (ii) Penalties and other sanctions as provided in this act.
- 2 (iii) Legal right to protest the determination and the right to3 appeal through the administrative hearing system.
- $oldsymbol{4}$ (iv) Other information needed to understand and comply with
- 5 agency rules and regulations not specified in this section.