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AN ACT relating to re-employment assistance.

2 Be it enacted by the General Assembly of the Commonwealth of Kentucky:

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→ Section 1. KRS 341.380 is amended to read as follows:

- 4 (1) All benefits shall be paid through employment offices, or such other agencies as
 5 may be designated by regulations of the secretary. Claims for all payments of
 6 benefits shall be made in accordance with regulations of the secretary.
- 7 [The weekly benefit rate payable to an eligible worker for weeks of unemployment (2)8 shall, except as provided in KRS 341.390, be an amount equal to one and three 9 thousand seventy eight ten thousandths percent (1.3078%) of his total base period 10 wages, except that no worker's weekly benefit amount shall be less than thirty nine dollars (\$39), nor more than the maximum rate as determined in accordance with 11 12 subsection (3) of this section. For claims effective on or after January 1, 2012, The 13 weekly benefit rate shall, except as provided in KRS 341.390, be one and *five* 14 hundred fifty-five ten thousandths percent (1.0555 %)[one thousand nine hundred 15 twenty three ten thousandths percent (1.1923%)] of his or her total base-period 16 wages, except that no worker's weekly benefit amount shall be less than thirty-nine 17 dollars (\$39) nor more than the maximum rate as determined in accordance with 18 subsection (3) of this section.
- 19 (3) Prior to the first day of July of each year the secretary shall determine the average 20 weekly wage for insured employment by dividing the average monthly employment, 21 as obtained by dividing the total monthly employment reported by subject 22 employers for the preceding calendar year by twelve (12), into the total wages 23 reported by such employers for such calendar year and dividing by fifty-two (52). 24 Fifty-five percent (55%) of the amount thus obtained, adjusted to the nearest 25 multiple of one dollar (\$1), shall constitute the maximum weekly benefit rate for 26 those workers whose benefit year commences on or after the first day of July of 27 such year and prior to the first day of July of the next following year; beginning in

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1 calendar year 1999, or any subsequent year in which the increase in the weekly 2 benefit rate calculation set forth in subsection (2) of this section should take effect, 3 sixty-two percent (62%) of the average weekly wage, adjusted to the nearest 4 multiple of one dollar (\$1), shall constitute the maximum weekly benefit rate for 5 those workers whose benefit year commences on or after the first day of July of that 6 year and prior to the first day of July of the next following year; except that for the 7 benefit years beginning on or after July 1, 1982, if the "trust fund balance" as of 8 September 30 immediately preceding the benefit year is less than two hundred 9 million dollars (\$200,000,000) [one hundred twenty million dollars 10 (\$120,000,000)], the maximum weekly benefit rate shall not exceed the prior year's 11 maximum weekly benefit rate. If such "trust fund balance" as of September 30 12 immediately preceding the benefit year:

- (a) Equals or exceeds *two hundred million dollars (\$200,000,000)*[one hundred twenty million dollars (\$120,000,000)], but is less than *three hundred million dollars (\$300,000,000)*[two-hundred million dollars (\$200,000,000)], the maximum weekly benefit rate shall not exceed the prior year's maximum weekly benefit rate by more than six percent (6%). The rate thus determined shall be adjusted to the nearest multiple of one dollar (\$1);
- (b) Equals or exceeds <u>three hundred million dollars (\$300,000,000)[two hundred</u>
 million dollars (\$200,000,000)], but is less than <u>four hundred million</u>
 <u>dollars(\$400,000,000)[three hundred million dollars (\$300,000,000)]</u>, the
 maximum weekly benefit rate shall not exceed the prior year's maximum
 weekly benefit rate by more than eight percent (8%). The rate thus determined
 shall be adjusted to the nearest multiple of one dollar (\$1);
- 25 (c) Equals or exceeds <u>four hundred million dollars (\$400,000,000)</u>[three
 26 hundred million dollars (\$300,000,000)], but is less than <u>five hundred million</u>
 27 <u>dollars (\$500,000,000)[four hundred million dollars (\$400,000,000)]</u>, the

| 1 | | | maximum weekly benefit rate shall not exceed the prior year's maximum |
|----|--------|-----------------|---|
| 2 | | | weekly benefit rate by more than ten percent (10%). The rate thus determined |
| 3 | | | shall be adjusted to the nearest multiple of one dollar (\$1); |
| 4 | (| d) | Equals or exceeds <i>five hundred million dollars (\$500,000,000)</i> [four hundred |
| 5 | | | million dollars (\$400,000,000)], but is less than seven hundred fifty million |
| 6 | | | <u>dollars (\$750,000,000)</u> [five hundred million dollars (\$500,000,000)], the |
| 7 | | | maximum weekly benefit rate shall not exceed the prior year's maximum |
| 8 | | | weekly benefit rate by more than twelve percent (12%). The rate thus |
| 9 | | | determined shall be adjusted to the nearest multiple of one dollar (\$1); |
| 10 | (| e) | Equals or exceeds seventy hundred fifty million dollars (\$750,000,000) [five |
| 11 | | | hundred million dollars (\$500,000,000)], the maximum weekly benefit rate |
| 12 | | | shall not exceed the prior year's maximum weekly benefit rate by more than |
| 13 | | | fifteen percent (15%). The rate thus determined shall be adjusted to the |
| 14 | | | nearest multiple of one dollar (\$1); and |
| 15 | (| f) | Is such that it resulted in the establishment of an employer contribution rate |
| 16 | | | schedule, as provided for in KRS 341.270, for the current calendar year which |
| 17 | | | has a higher minimum rate than the schedule in effect for the immediately |
| 18 | | | preceding calendar year, the maximum weekly benefit rate shall not exceed |
| 19 | | | the prior year's maximum weekly benefit rate. |
| 20 | (4 | 4) | The maximum amount of benefits payable to any worker within any benefit |
| 21 | | | year shall be <i>twenty (20)</i> [the amount equal to whichever is the lesser of: |
| 22 | (| a) – | Twenty-six (26)] times his or her weekly benefit rate [; or |
| 23 | (| b) | One-third (1/3) of his base-period wages, except that no worker's maximum |
| 24 | | | amount shall be less than fifteen (15) times his weekly benefit rate. Such |
| 25 | | | maximum amount, if not a multiple of one dollar (\$1), shall be adjusted to the |
| 26 | | | nearest multiple of one dollar (\$1)]. |
| 27 | (5) (6 | a) | The maximum weekly benefit shall be payable as follows: |

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| 1 | | 1. One hundred twenty-five percent (125%) for the first five (5) weeks of |
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| 2 | | the award; |
| 3 | | 2. One hundred percent (100%) for the second five (5) weeks of the |
| 4 | | award; |
| 5 | | 3. Seventy-five percent (75%) for the third five (5) weeks of the award; |
| 6 | | and |
| 7 | | 4. The remainder of the award shall be paid at fifty percent (50%) of the |
| 8 | | <u>weekly benefit rate.</u> |
| 9 | | (b) Except the following employees, as classified by the agency, shall receive |
| 10 | | one hundred percent (100%) of the weekly benefit rate for each week: |
| 11 | | 1. Unemployed with definite return to work or recall to work prospects |
| 12 | | with their last employer within a period of twelve (12) weeks from the |
| 13 | | date of filing of the initial or reopened claim; |
| 14 | | 2. Unemployed due to a labor dispute in his or her work establishment; |
| 15 | | <u>or</u> |
| 16 | | 3. Member of a union which shall be responsible for securing future |
| 17 | | employment. |
| 18 | <u>(6)</u> | An employee, who has been classified with a group classification code by the |
| 19 | | agency that meets the requirements of paragraph (b) of subsection (5) of this |
| 20 | | section, shall remain in this classification throughout the benefit year regardless |
| 21 | | of whether or not the employee's classification changes. |
| 22 | <u>(7)</u> | If an extension for benefits is authorized by the federal government and federal |
| 23 | | funding is available, the secretary may elect to extend the maximum amount of |
| 24 | | benefits payable to any worker, as set forth in subsection (4) of this section, not to |
| 25 | | exceed twenty-six (26) times the worker's weekly benefit rate. |