## **34:11B-3** LEGISLATIVE HISTORY CHECKLIST

Compiled by the NJ State Law Library

LAWS OF:2013CHAPTER:221NJSA:34:11B-3(Concerns eligibility for certain leave and benefit programs)BILL NO:S2996(Substituted for A4527)SPONSOR(S)Whelan and others		
BILL NO: S2996 (Substituted for A4527)		
SPONSOR(S) Whelan and others		
DATE INTRODUCED: September 30, 2013		
COMMITTEE: ASSEMBLY: Labor		
SENATE: Labor		
AMENDED DURING PASSAGE: No		
DATE OF PASSAGE: ASSEMBLY: January 6, 2014		
SENATE: November 18, 2013		
DATE OF APPROVAL: January 17, 2014		
FOLLOWING ARE ATTACHED IF AVAILABLE:		
FINAL TEXT OF BILL (Introduced version of bill enacted)		
S2996		
SPONSOR'S STATEMENT: (Begins on page 9 of introduced bill) Yes		
COMMITTEE STATEMENT: ASSEMBLY: Yes		
SENATE: Yes		
(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, <i>may possibly</i> be found at www.njleg.state.nj.us)		
FLOOR AMENDMENT STATEMENT: No		
LEGISLATIVE FISCAL ESTIMATE: No		
A4527		
SPONSOR'S STATEMENT: (Begins on page 9 of introduced bill) Yes		
COMMITTEE STATEMENT: ASSEMBLY: Yes		
SENATE: No		
FLOOR AMENDMENT STATEMENT: No		
LEGISLATIVE FISCAL ESTIMATE: No (continued)		

VETO MESSAGE:	No	
GOVERNOR'S PRESS RELEASE ON SIGNING:	No	
FOLLOWING WERE PRINTED: To check for circulating copies, contact New Jersey State Government Publications at the State Library (609) 278-2640 ext.103 or <u>mailto:refdesk@njstatelib.org</u>		
REPORTS:	No	
HEARINGS:	No	
NEWSPAPER ARTICLES:	No	

LAW/KR

### P.L.2013, CHAPTER 221, *approved January 17, 2014* Senate, No. 2996

AN ACT concerning eligibility for certain leave and benefits and 1 2 amending P.L.1989, c.261, P.L.2013, c.82, and P.L.1948, c.110. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 3 of P.L.1989, c.261 (C.34:11B-3) is amended to 8 read as follows: 9 3. As used in this act: 10 "Child" means a biological, adopted, or resource family a. 11 child, stepchild, legal ward, or child of a parent who is 12 (1) under 18 years of age; or (2) 18 years of age or older but incapable of self-care because of 13 14 a mental or physical impairment. 15 b. "Director" means the Director of the Division on Civil 16 Rights. "Division" means the Division on Civil Rights in the 17 c. 18 Department of Law and Public Safety. "Employ" means to suffer or permit to work for 19 d. compensation, and includes ongoing, contractual relationships in 20 which the employer retains substantial direct or indirect control 21 22 over the employee's employment opportunities or terms and 23 conditions of employment. 24 e. "Employee" means a person who is employed for at least 12 25 months by an employer, with respect to whom benefits are sought under this act, for not less than 1,000 base hours during the 26 27 immediately preceding 12-month period. Any time, up to a 28 maximum of 90 calendar days, during which a person is laid off or 29 furloughed by an employer due to that employer curtailing 30 operations because of a state of emergency declared after October 31 22, 2012, shall be regarded as time in which the person is employed 32 for the purpose of determining eligibility for leave time under this act. In making the determination, the base hours per week during 33 34 the layoff or furlough shall be deemed to be the same as the average 35 number of hours worked per week during the rest of the 12-month 36 period. 37 "Employer" means a person or corporation, partnership, f. 38 individual proprietorship, joint venture, firm or company or other 39 similar legal entity which engages the services of an employee and 40 which: 41

(1) With respect to the period of time from the effective date ofthis act until the 365th day following the effective date of this act,

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

employs 100 or more employees for each working day during each
of 20 or more calendar workweeks in the then current or
immediately preceding calendar year;

4 (2) With respect to the period of time from the 366th day 5 following the effective date of this act until the 1,095th day 6 following the effective date of this act, employs 75 or more 7 employees for each working day during each of 20 or more calendar 8 workweeks in the then current or immediately preceding calendar 9 year; and

(3) With respect to any time after the 1,095th day following the
effective date of this act, employs 50 or more employees for each
working day during each of 20 or more calendar workweeks in the
then current or immediately preceding calendar year. "Employer"
includes the State, any political subdivision thereof, and all public
offices, agencies, boards or bodies.

g. "Employment benefits" means all benefits and policies
provided or made available to employees by an employer, and
includes group life insurance, health insurance, disability insurance,
sick leave, annual leave, pensions, or other similar benefits.

h. "Parent" means a person who is the biological parent,
adoptive parent, resource family parent, step-parent, parent-in-law
or legal guardian, having a "parent-child relationship" with a child
as defined by law, or having sole or joint legal or physical custody,
care, guardianship, or visitation with a child.

i. "Family leave" means leave from employment so that theemployee may provide care made necessary by reason of:

(1) the birth of a child of the employee;

27

(2) the placement of a child with the employee in connectionwith adoption of such child by the employee; or

30 (3) the serious health condition of a family member of the31 employee.

j. "Family member" means a child, parent, spouse, or onepartner in a civil union couple.

k. "Reduced leave schedule" means leave scheduled for fewer
than an employee's usual number of hours worked per workweek
but not for fewer than an employee's usual number of hours worked
per workday, unless agreed to by the employee and the employer.

38 1. "Serious health condition" means an illness, injury,39 impairment, or physical or mental condition which requires:

40 (1) inpatient care in a hospital, hospice, or residential medical41 care facility; or

42 (2) continuing medical treatment or continuing supervision by a43 health care provider.

44 <u>m. "State of emergency" means a natural or man-made disaster</u>

45 or emergency for which a state of emergency has been declared by

46 the President of the United States or the Governor, or for which a

47 state of emergency has been declared by a municipal emergency

**S2996** 3

1 <u>management coordinator.</u>

```
2 (cf: P.L.2006, c.103, s.89)
```

3

4 2. Section 2 of P.L.2013, c.82 (C.34:11C-2) is amended to read 5 as follows:

6 2. As used in this act:

7 "Employee" means a person who is employed for at least 12 8 months by an employer, with respect to whom benefits are sought 9 under this act, for not less than 1,000 base hours during the 10 immediately preceding 12-month period. Any time, up to a 11 maximum of 90 calendar days, during which a person is laid off or 12 furloughed by an employer due to that employer curtailing 13 operations because of a state of emergency declared after October 14 22, 2012, shall be regarded as time in which the person is employed for the purpose of determining eligibility for leave time under this 15 16 act. In making the determination, the base hours per week during 17 the layoff or furlough shall be deemed to be the same as the average 18 number of hours worked per week during the rest of the 12-month 19 period.[; and]

20 "Employer" means a person or corporation, partnership, 21 individual proprietorship, joint venture, firm or company, or other 22 similar legal entity which engages the services of an employee and 23 employs 25 or more employees for each working day during each of 24 20 or more calendar workweeks in the then current or immediately 25 preceding calendar year. "Employer" includes the State, any 26 political subdivision thereof, and all public offices, agencies, 27 boards, or bodies.

28 "State of emergency" means a natural or man-made disaster or
 29 emergency for which a state of emergency has been declared by the
 30 President of the United States or the Governor, or for which a state
 31 of emergency has been declared by a municipal emergency
 32 management coordinator.

33 (cf: P.L.2013, c.82, s.2)

34

35 3. Section 3 of P.L.1948, c.110 (C.43:21-27) is amended to 36 read as follows:

37 3. As used in this act, unless the context clearly requires38 otherwise:

39 (a) (1) "Covered employer" means, with respect to whether an 40 employer is required to provide benefits during an employee's own 41 disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any 42 individual or type of organization, including any partnership, association, trust, estate, joint-stock company, insurance company 43 44 or corporation, whether domestic or foreign, or the receiver, trustee 45 in bankruptcy, trustee or successor thereof, or the legal 46 representative of a deceased person, who is an employer subject to 47 the "unemployment compensation law" (R.S.43:21-1 et seq.), 48 except the State, its political subdivisions, and any instrumentality

of the State unless such governmental entity elects to become a
covered employer pursuant to paragraph (2) of this subsection (a);
provided, however, that commencing with the effective date of this
act, the State of New Jersey, including Rutgers, The State
University and the New Jersey Institute of Technology, shall be
deemed a covered employer, as defined herein.

"Covered employer" means, after June 30, 2009, with respect to 7 8 whether the employer is an employer whose employees are eligible 9 for benefits during periods of family temporary disability leave 10 pursuant to P.L.1948, c.110 (C.43:21-25 et al.), and, after December 11 31, 2008, whether employees of the employer are required to make 12 contributions pursuant to R.S.43:21-7(d)(1)(G)(ii), any individual 13 or type of organization, including any partnership, association, 14 trust, estate, joint-stock company, insurance company or domestic 15 or foreign corporation, or the receiver, trustee in bankruptcy, trustee 16 or successor thereof, or the legal representative of a deceased 17 person, who is an employer subject to the "unemployment 18 law" compensation (R.S.43:21-1 et seq.), including anv 19 governmental entity or instrumentality which is an employer under 20 R.S.43:21-19(h)(5), notwithstanding that the governmental entity or instrumentality has not elected to be a covered employer pursuant to 21 22 paragraph (2) of this subsection (a).

23 (2) Any governmental entity or instrumentality which is an 24 employer under R.S.43:21-19(h)(5) may, with respect to the 25 provision of benefits during an employee's own disability pursuant 26 to P.L.1948, c.110 (C.43:21-25 et al.), elect to become a "covered 27 employer" under this subsection beginning with the date on which its coverage under R.S.43:21-19(h)(5) begins or as of January 1 of 28 29 any year thereafter by filing written notice of such election with the 30 division within at least 30 days of the effective date. Such election 31 shall remain in effect for at least two full calendar years and may be 32 terminated as of January 1 of any year thereafter by filing with the 33 division a written notice of termination at least 30 days prior to the 34 termination date.

35 (b) (1) "Covered individual" means, with respect to whether an 36 individual is eligible for benefits during an individual's own 37 disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any 38 person who is in employment, as defined in the "unemployment 39 compensation law" (R.S.43:21-1 et seq.), for which the individual is 40 entitled to remuneration from a covered employer, or who has been 41 out of such employment for less than two weeks, except that a 42 "covered individual" who is employed by the State of New Jersey, 43 including Rutgers, The State University or the New Jersey Institute 44 of Technology, or by any governmental entity or instrumentality 45 which elects to become a "covered employer" pursuant to this 46 amendatory act, shall not be eligible to receive any benefits under 47 the "Temporary Disability Benefits Law" until such individual has exhausted all sick leave accumulated as an employee in the 48

1 classified service of the State or accumulated under terms and 2 conditions similar to classified employees or accumulated under the 3 terms and conditions pursuant to the laws of this State or as the 4 result of a negotiated contract with any governmental entity or 5 instrumentality which elects to become a "covered employer."

"Covered individual" shall not mean, with respect to whether an
individual is eligible for benefits during an individual's own
disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any
member of the Division of State Police in the Department of Law
and Public Safety.

11 (2) "Covered individual" means, with respect to whether an 12 individual is eligible for benefits during the individual's period of 13 family temporary disability leave pursuant to P.L.1948, c.110 14 (C.43:21-25 et al.), any individual who is in employment, as 15 defined in the "unemployment compensation law" (R.S.43:21-1 et 16 seq.), for which the individual is entitled to remuneration from a 17 covered employer, or who has been out of that employment for less 18 than two weeks.

(c) "Division" or "commission" means the Division of
Temporary Disability Insurance of the Department of Labor and
Workforce Development, and any transaction or exercise of
authority by the director of the division shall be deemed to be
performed by the division.

24 (d) "Day" shall mean a full calendar day beginning and ending25 at midnight.

(e) "Disability" shall mean such disability as is compensable
under section 5 of P.L.1948, c.110 (C.43:21-29).

(f) "Disability benefits" shall mean any cash payments which
are payable to a covered individual for all or part of a period of
disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.).

31 (g) "Period of disability" with respect to any covered individual32 shall mean:

33 (1) The entire period of time during which the covered 34 individual is continuously and totally unable to perform the duties of the covered individual's employment because of the covered 35 36 individual's own disability, except that two periods of disability due 37 to the same or related cause or condition and separated by a period of not more than 14 days shall be considered as one continuous 38 39 period of disability; provided the individual has earned wages 40 during such 14-day period with the employer who was the 41 individual's last employer immediately preceding the first period of 42 disability; and

43 (2) On or after July 1, 2009, the entire period of family
44 temporary disability leave taken from employment by the covered
45 individual.

46 (h) "Wages" shall mean all compensation payable by covered47 employers to covered individuals for personal services, including

commissions and bonuses and the cash value of all compensation
 payable in any medium other than cash.

3 (i) (1) (Deleted by amendment, P.L.2001, c.17).

4 (2) (Deleted by amendment, P.L.2001, c.17).

5 (3) ["Base week" with respect to periods of disability 6 commencing on or after October 1, 1985 and before January 1, 7 2001, means any calendar week during which a covered individual 8 earned in employment from a covered employer remuneration equal 9 to not less than 20% of the Statewide average weekly wage 10 determined under subsection (c) of R.S.43:21-3, which shall be adjusted to the next higher multiple of \$1.00 if not already a 11 multiple thereof [ (Deleted by amendment, P.L. , c. ) (pending 12 13 before the Legislature as this bill).

14 (4) "Base week" with respect to periods of disability 15 commencing on or after January 1, 2001, means any calendar week 16 of a covered individual's base year during which the covered 17 individual earned in employment from a covered employer 18 remuneration not less than an amount 20 times the minimum wage 19 in effect pursuant to section 5 of P.L.1966, c.113 (C.34:11-56a4) on 20 October 1 of the calendar year preceding the calendar year in which 21 the benefit year commences, which amount shall be adjusted to the 22 next higher multiple of \$1.00 if not already a multiple thereof, 23 except that if in any calendar week an individual subject to this 24 paragraph is in employment with more than one employer, the 25 covered individual may in that calendar week establish a base week 26 with respect to each of the employers from whom the covered 27 individual earns remuneration equal to not less than the amount 28 defined in this paragraph during that week.

29 (5) In the case of an individual who is laid off or furloughed by 30 an employer curtailing operations because of a state of emergency 31 declared after October 22, 2012, any week in which the individual 32 is separated from employment due to that layoff or furlough, up to a 33 maximum of 13 weeks, shall be regarded as a week which is a "base 34 week" for the purpose of determining whether the individual 35 becomes eligible for benefits pursuant to subsections (d) or (e) of Section 17 of P.L.1948, c.110 (C.43:21-41), but shall not be 36 37 regarded as a base week when calculating the "average weekly 38 wage" pursuant to subsection (j) of this section.

(j) (1) "Average weekly wage" means the amount derived by
dividing a covered individual's total wages earned from the
individual's most recent covered employer during the base weeks in
the eight calendar weeks immediately preceding the calendar week
in which a period of disability commenced, by the number of such
base weeks.

(2) If the computation in paragraph (1) of this subsection (j)
yields a result which is less than the individual's average weekly
earnings in employment with all covered employers during the base
weeks in such eight calendar weeks, then the average weekly wage

shall be computed on the basis of earnings from all covered
 employers during the base weeks in the eight calendar weeks
 immediately preceding the week in which the period of disability
 commenced.

5 (3) For periods of disability commencing on or after July 1, 6 2009, if the computations in paragraphs (1) and (2) of this 7 subsection (j) both yield a result which is less than the individual's 8 average weekly earnings in employment with all covered employers 9 during the base weeks in the 26 calendar weeks immediately 10 preceding the week in which the period of disability commenced, 11 then the average weekly wage shall, upon a written request to the 12 department by the individual on a form provided by the department, be computed by the department on the basis of earnings from all 13 14 covered employers of the individual during the base weeks in those 15 26 calendar weeks, and, in the case of a claim for benefits from a 16 private plan, that computation of the average weekly wage shall be 17 provided by the department to the individual and the individual's 18 employer.

When determining the "average weekly wage" with respect to a period of family temporary disability leave for an individual who has a period of family temporary disability immediately after the individual has a period of disability for the individual's own disability, the period of disability is deemed to have commenced at the beginning of the period of disability for the individual's own disability, not the period of family temporary disability.

(k) "Child" means a biological, adopted, or foster child,
stepchild or legal ward of a covered individual, child of a domestic
partner of the covered individual, or child of a civil union partner of
the covered individual, who is less than 19 years of age or is 19
years of age or older but incapable of self-care because of mental or
physical impairment.

32 (1) "Domestic partner" means a domestic partner as defined in
33 section 3 of P.L.2003, c.246 (C.26:8A-3).

34 (m) "Civil union" means a civil union as defined in section 2 of
35 P.L.2006, c.103 (C.37:1-29).

36 (n) "Family member" means a child, spouse, domestic partner,
37 civil union partner or parent of a covered individual.

(o) "Family temporary disability leave" means leave taken by a 38 39 covered individual from work with an employer to (1) participate in 40 the providing of care, as defined in the "Family Leave Act," 41 P.L.1989, c.261 (C.34:11B-1 et seq.) and regulations adopted 42 pursuant to that act, for a family member of the individual made necessary by a serious health condition of the family member; or (2) 43 44 be with a child during the first 12 months after the child's birth, if 45 the individual, or the domestic partner or civil union partner of the 46 individual, is a biological parent of the child, or the first 12 months 47 after the placement of the child for adoption with the individual. 48 "Family temporary disability leave" does not include any period of

1 time in which a covered individual is paid benefits pursuant to 2 P.L.1948, c.110 (C.43:21-25 et al.) because the individual is unable 3 to perform the duties of the individual's employment due to the 4 individual's own disability. 5 (p) "Health care provider" means a health care provider as 6 defined in the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et 7 seq.), and any regulations adopted pursuant to that act. 8 (q) "Parent of a covered individual" means a biological parent, 9 foster parent, adoptive parent, or stepparent of the covered 10 individual or a person who was a legal guardian of the covered 11 individual when the covered individual was a child. 12 (r) "Placement for adoption" means the time when a covered individual adopts a child or becomes responsible for a child pending 13 14 adoption by the covered individual. 15 (s) "Serious health condition" means an illness, injury, 16 impairment or physical or mental condition which requires: 17 inpatient care in a hospital, hospice, or residential medical care 18 facility; or continuing medical treatment or continuing supervision 19 by a health care provider. 20 (t) "12-month period" means, with respect to an individual who 21 establishes a valid claim for disability benefits during a period of 22 family temporary disability leave, the 365 consecutive days that 23 begin with the first day that the individual first establishes the 24 claim. 25 (u) "State of emergency" means a natural or man-made disaster 26 or emergency for which a state of emergency has been declared by 27 the President of the United States or the Governor, or for which a state of emergency has been declared by a municipal emergency 28 29 management coordinator. 30 (cf: P.L.2012, c.45, s.125) 31 32 4. This act shall take effect immediately. 33 34 35 **STATEMENT** 36 37 This bill helps to maintain eligibility for workers who may otherwise lose eligibility for certain leave and benefits due to loss 38 39 of employment during a disaster or emergency for which a state of 40 emergency is declared. The bill's provisions apply to eligibility 41 determinations for leave under the "Family Leave Act," P.L.1989, 42 c.261 (C.34:11B-1 et seq.) ("FLA") and under the "New Jersey 43 Security and Financial Empowerment Act," P.L.2013, c.82 44 (C.34:11C-1) ("SAFE Act"), and eligibility determinations for 45 temporary disability insurance ("TDI") benefits under the "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 46 47 et al.), and family leave insurance ("FLI") benefits under P.L.2008,

48 c.17 (C.43:21-39.1 et al.). **S2996** 9

1 Currently, a worker is not eligible for leave under the FLA or 2 SAFE Act unless employed at least 1,000 hours during the 3 preceding year, and is not eligible for TDI or FLI benefits unless 4 establishing at least 20 "base weeks" (with pay each week at least 5 20 times the minimum wage), or earning a total of 1,000 times the minimum wage, during the preceding year. The bill provides that, in 6 7 the case of an individual who is laid off or furloughed by an 8 employer curtailing operations because of a state of emergency 9 declared after October 22, 2012, any time in which the individual is 10 separated from employment (up to a maximum of 90 calendar days 11 for the FLA or the SAFE Act, and up to 13 weeks under the TDI or 12 FLI laws) is regarded as time in which the individual is employed 13 for the purpose of determining whether the individual is eligible for 14 leave under the FLA or the SAFE Act, or benefits under the TDI or 15 FLI laws. 16 17 18 19

20 Concerns eligibility for certain leave and benefit programs.

# SENATE, No. 2996 STATE OF NEW JERSEY 215th LEGISLATURE

**INTRODUCED SEPTEMBER 30, 2013** 

Sponsored by: Senator JIM WHELAN District 2 (Atlantic) Senator LINDA R. GREENSTEIN District 14 (Mercer and Middlesex) Assemblywoman SHAVONDA E. SUMTER District 35 (Bergen and Passaic) Assemblywoman BONNIE WATSON COLEMAN District 15 (Hunterdon and Mercer)

#### **SYNOPSIS**

Concerns eligibility for certain leave and benefit programs.

### **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 1/7/2014)

# S2996 WHELAN, GREENSTEIN

2

1 AN ACT concerning eligibility for certain leave and benefits and 2 amending P.L.1989, c.261, P.L.2013, c.82, and P.L.1948, c.110. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 3 of P.L.1989, c.261 (C.34:11B-3) is amended to 8 read as follows: 9 3. As used in this act: 10 "Child" means a biological, adopted, or resource family a. child, stepchild, legal ward, or child of a parent who is 11 12 (1) under 18 years of age; or (2) 18 years of age or older but incapable of self-care because of 13 14 a mental or physical impairment. 15 b. "Director" means the Director of the Division on Civil 16 Rights. 17 c. "Division" means the Division on Civil Rights in the 18 Department of Law and Public Safety. 19 d. "Employ" means to suffer or permit to work for 20 compensation, and includes ongoing, contractual relationships in which the employer retains substantial direct or indirect control 21 22 over the employee's employment opportunities or terms and 23 conditions of employment. 24 "Employee" means a person who is employed for at least 12 e. 25 months by an employer, with respect to whom benefits are sought 26 under this act, for not less than 1,000 base hours during the 27 immediately preceding 12-month period. Any time, up to a maximum of 90 calendar days, during which a person is laid off or 28 29 furloughed by an employer due to that employer curtailing 30 operations because of a state of emergency declared after October 31 22, 2012, shall be regarded as time in which the person is employed 32 for the purpose of determining eligibility for leave time under this 33 act. In making the determination, the base hours per week during 34 the layoff or furlough shall be deemed to be the same as the average number of hours worked per week during the rest of the 12-month 35 36 period. 37 f. "Employer" means a person or corporation, partnership, 38 individual proprietorship, joint venture, firm or company or other 39 similar legal entity which engages the services of an employee and 40 which: 41 (1) With respect to the period of time from the effective date of 42 this act until the 365th day following the effective date of this act, 43 employs 100 or more employees for each working day during each 44 of 20 or more calendar workweeks in the then current or

45 immediately preceding calendar year;

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

3

1 (2) With respect to the period of time from the 366th day 2 following the effective date of this act until the 1,095th day 3 following the effective date of this act, employs 75 or more 4 employees for each working day during each of 20 or more calendar 5 workweeks in the then current or immediately preceding calendar 6 year; and

(3) With respect to any time after the 1,095th day following the
effective date of this act, employs 50 or more employees for each
working day during each of 20 or more calendar workweeks in the
then current or immediately preceding calendar year. "Employer"
includes the State, any political subdivision thereof, and all public
offices, agencies, boards or bodies.

g. "Employment benefits" means all benefits and policies
provided or made available to employees by an employer, and
includes group life insurance, health insurance, disability insurance,
sick leave, annual leave, pensions, or other similar benefits.

h. "Parent" means a person who is the biological parent,
adoptive parent, resource family parent, step-parent, parent-in-law
or legal guardian, having a "parent-child relationship" with a child
as defined by law, or having sole or joint legal or physical custody,
care, guardianship, or visitation with a child.

i. "Family leave" means leave from employment so that theemployee may provide care made necessary by reason of:

24 (1) the birth of a child of the employee;

(2) the placement of a child with the employee in connectionwith adoption of such child by the employee; or

(3) the serious health condition of a family member of theemployee.

j. "Family member" means a child, parent, spouse, or onepartner in a civil union couple.

k. "Reduced leave schedule" means leave scheduled for fewer
than an employee's usual number of hours worked per workweek
but not for fewer than an employee's usual number of hours worked
per workday, unless agreed to by the employee and the employer.

35 1. "Serious health condition" means an illness, injury,
36 impairment, or physical or mental condition which requires:

37 (1) inpatient care in a hospital, hospice, or residential medical38 care facility; or

39 (2) continuing medical treatment or continuing supervision by a40 health care provider.

m. "State of emergency" means a natural or man-made disaster
 or emergency for which a state of emergency has been declared by
 the President of the United States or the Governor, or for which a

44 state of emergency has been declared by a municipal emergency

45 <u>management coordinator.</u>

46 (cf: P.L.2006, c.103, s.89)

1 2. Section 2 of P.L.2013, c.82 (C.34:11C-2) is amended to read 2 as follows: 3 2. As used in this act: "Employee" means a person who is employed for at least 12 4 5 months by an employer, with respect to whom benefits are sought 6 under this act, for not less than 1,000 base hours during the 7 immediately preceding 12-month period. Any time, up to a 8 maximum of 90 calendar days, during which a person is laid off or 9 furloughed by an employer due to that employer curtailing 10 operations because of a state of emergency declared after October 11 22, 2012, shall be regarded as time in which the person is employed 12 for the purpose of determining eligibility for leave time under this 13 act. In making the determination, the base hours per week during 14 the layoff or furlough shall be deemed to be the same as the average 15 number of hours worked per week during the rest of the 12-month 16 period.[; and] 17 "Employer" means a person or corporation, partnership, 18 individual proprietorship, joint venture, firm or company, or other 19 similar legal entity which engages the services of an employee and 20 employs 25 or more employees for each working day during each of 21 20 or more calendar workweeks in the then current or immediately 22 preceding calendar year. "Employer" includes the State, any 23 political subdivision thereof, and all public offices, agencies, 24 boards, or bodies. 25 "State of emergency" means a natural or man-made disaster or 26 emergency for which a state of emergency has been declared by the 27 President of the United States or the Governor, or for which a state 28 of emergency has been declared by a municipal emergency 29 management coordinator. 30 (cf: P.L.2013, c.82, s.2) 31 32 3. Section 3 of P.L.1948, c.110 (C.43:21-27) is amended to 33 read as follows: 34 3. As used in this act, unless the context clearly requires 35 otherwise: 36 (a) (1) "Covered employer" means, with respect to whether an 37 employer is required to provide benefits during an employee's own 38 disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any 39 individual or type of organization, including any partnership, 40 association, trust, estate, joint-stock company, insurance company 41 or corporation, whether domestic or foreign, or the receiver, trustee 42 in bankruptcy, trustee or successor thereof, or the legal 43 representative of a deceased person, who is an employer subject to 44 the "unemployment compensation law" (R.S.43:21-1 et seq.), 45 except the State, its political subdivisions, and any instrumentality 46 of the State unless such governmental entity elects to become a 47 covered employer pursuant to paragraph (2) of this subsection (a); 48 provided, however, that commencing with the effective date of this

5

act, the State of New Jersey, including Rutgers, The State
 University and the New Jersey Institute of Technology, shall be
 deemed a covered employer, as defined herein.

4 "Covered employer" means, after June 30, 2009, with respect to 5 whether the employer is an employer whose employees are eligible 6 for benefits during periods of family temporary disability leave 7 pursuant to P.L.1948, c.110 (C.43:21-25 et al.), and, after December 8 31, 2008, whether employees of the employer are required to make 9 contributions pursuant to R.S.43:21-7(d)(1)(G)(ii), any individual 10 or type of organization, including any partnership, association, 11 trust, estate, joint-stock company, insurance company or domestic 12 or foreign corporation, or the receiver, trustee in bankruptcy, trustee or successor thereof, or the legal representative of a deceased 13 14 person, who is an employer subject to the "unemployment 15 compensation law" (R.S.43:21-1 et seq.), including any 16 governmental entity or instrumentality which is an employer under 17 R.S.43:21-19(h)(5), notwithstanding that the governmental entity or 18 instrumentality has not elected to be a covered employer pursuant to 19 paragraph (2) of this subsection (a).

20 (2) Any governmental entity or instrumentality which is an employer under R.S.43:21-19(h)(5) may, with respect to the 21 22 provision of benefits during an employee's own disability pursuant 23 to P.L.1948, c.110 (C.43:21-25 et al.), elect to become a "covered 24 employer" under this subsection beginning with the date on which 25 its coverage under R.S.43:21-19(h)(5) begins or as of January 1 of 26 any year thereafter by filing written notice of such election with the 27 division within at least 30 days of the effective date. Such election 28 shall remain in effect for at least two full calendar years and may be 29 terminated as of January 1 of any year thereafter by filing with the 30 division a written notice of termination at least 30 days prior to the 31 termination date.

32 (b) (1) "Covered individual" means, with respect to whether an 33 individual is eligible for benefits during an individual's own 34 disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any 35 person who is in employment, as defined in the "unemployment 36 compensation law" (R.S.43:21-1 et seq.), for which the individual is 37 entitled to remuneration from a covered employer, or who has been 38 out of such employment for less than two weeks, except that a 39 "covered individual" who is employed by the State of New Jersey, 40 including Rutgers, The State University or the New Jersey Institute 41 of Technology, or by any governmental entity or instrumentality 42 which elects to become a "covered employer" pursuant to this 43 amendatory act, shall not be eligible to receive any benefits under 44 the "Temporary Disability Benefits Law" until such individual has 45 exhausted all sick leave accumulated as an employee in the 46 classified service of the State or accumulated under terms and 47 conditions similar to classified employees or accumulated under the 48 terms and conditions pursuant to the laws of this State or as the result of a negotiated contract with any governmental entity or
 instrumentality which elects to become a "covered employer."

"Covered individual" shall not mean, with respect to whether an
individual is eligible for benefits during an individual's own
disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any
member of the Division of State Police in the Department of Law
and Public Safety.

8 (2) "Covered individual" means, with respect to whether an 9 individual is eligible for benefits during the individual's period of 10 family temporary disability leave pursuant to P.L.1948, c.110 11 (C.43:21-25 et al.), any individual who is in employment, as 12 defined in the "unemployment compensation law" (R.S.43:21-1 et 13 seq.), for which the individual is entitled to remuneration from a 14 covered employer, or who has been out of that employment for less 15 than two weeks.

16 (c) "Division" or "commission" means the Division of 17 Temporary Disability Insurance of the Department of Labor and 18 Workforce Development, and any transaction or exercise of 19 authority by the director of the division shall be deemed to be 20 performed by the division.

21 (d) "Day" shall mean a full calendar day beginning and ending22 at midnight.

(e) "Disability" shall mean such disability as is compensable
under section 5 of P.L.1948, c.110 (C.43:21-29).

(f) "Disability benefits" shall mean any cash payments which
are payable to a covered individual for all or part of a period of
disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.).

(g) "Period of disability" with respect to any covered individualshall mean:

30 (1) The entire period of time during which the covered 31 individual is continuously and totally unable to perform the duties 32 of the covered individual's employment because of the covered 33 individual's own disability, except that two periods of disability due 34 to the same or related cause or condition and separated by a period of not more than 14 days shall be considered as one continuous 35 36 period of disability; provided the individual has earned wages 37 during such 14-day period with the employer who was the 38 individual's last employer immediately preceding the first period of 39 disability; and

40 (2) On or after July 1, 2009, the entire period of family
41 temporary disability leave taken from employment by the covered
42 individual.

(h) "Wages" shall mean all compensation payable by covered
employers to covered individuals for personal services, including
commissions and bonuses and the cash value of all compensation
payable in any medium other than cash.

47 (i) (1) (Deleted by amendment, P.L.2001, c.17).

48 (2) (Deleted by amendment, P.L.2001, c.17).

1 (3) ["Base week" with respect to periods of disability 2 commencing on or after October 1, 1985 and before January 1, 3 2001, means any calendar week during which a covered individual 4 earned in employment from a covered employer remuneration equal 5 to not less than 20% of the Statewide average weekly wage determined under subsection (c) of R.S.43:21-3, which shall be 6 7 adjusted to the next higher multiple of \$1.00 if not already a 8 multiple thereof ] (Deleted by amendment, P.L. , c. ) (pending 9 before the Legislature as this bill).

10 (4) "Base week" with respect to periods of disability 11 commencing on or after January 1, 2001, means any calendar week 12 of a covered individual's base year during which the covered 13 individual earned in employment from a covered employer 14 remuneration not less than an amount 20 times the minimum wage 15 in effect pursuant to section 5 of P.L.1966, c.113 (C.34:11-56a4) on 16 October 1 of the calendar year preceding the calendar year in which 17 the benefit year commences, which amount shall be adjusted to the 18 next higher multiple of \$1.00 if not already a multiple thereof, 19 except that if in any calendar week an individual subject to this 20 paragraph is in employment with more than one employer, the 21 covered individual may in that calendar week establish a base week 22 with respect to each of the employers from whom the covered 23 individual earns remuneration equal to not less than the amount 24 defined in this paragraph during that week.

25 (5) In the case of an individual who is laid off or furloughed by 26 an employer curtailing operations because of a state of emergency 27 declared after October 22, 2012, any week in which the individual 28 is separated from employment due to that layoff or furlough, up to a 29 maximum of 13 weeks, shall be regarded as a week which is a "base week" for the purpose of determining whether the individual 30 31 becomes eligible for benefits pursuant to subsections (d) or (e) of 32 Section 17 of P.L.1948, c.110 (C.43:21-41), but shall not be 33 regarded as a base week when calculating the "average weekly 34 wage" pursuant to subsection (j) of this section.

(j) (1) "Average weekly wage" means the amount derived by
dividing a covered individual's total wages earned from the
individual's most recent covered employer during the base weeks in
the eight calendar weeks immediately preceding the calendar week
in which a period of disability commenced, by the number of such
base weeks.

41 (2) If the computation in paragraph (1) of this subsection (j) 42 yields a result which is less than the individual's average weekly 43 earnings in employment with all covered employers during the base 44 weeks in such eight calendar weeks, then the average weekly wage 45 shall be computed on the basis of earnings from all covered 46 employers during the base weeks in the eight calendar weeks 47 immediately preceding the week in which the period of disability 48 commenced.

1 (3) For periods of disability commencing on or after July 1, 2 2009, if the computations in paragraphs (1) and (2) of this 3 subsection (j) both yield a result which is less than the individual's 4 average weekly earnings in employment with all covered employers 5 during the base weeks in the 26 calendar weeks immediately 6 preceding the week in which the period of disability commenced, 7 then the average weekly wage shall, upon a written request to the 8 department by the individual on a form provided by the department, 9 be computed by the department on the basis of earnings from all 10 covered employers of the individual during the base weeks in those 11 26 calendar weeks, and, in the case of a claim for benefits from a 12 private plan, that computation of the average weekly wage shall be 13 provided by the department to the individual and the individual's 14 employer.

When determining the "average weekly wage" with respect to a period of family temporary disability leave for an individual who has a period of family temporary disability immediately after the individual has a period of disability for the individual's own disability, the period of disability is deemed to have commenced at the beginning of the period of disability for the individual's own disability, not the period of family temporary disability.

(k) "Child" means a biological, adopted, or foster child,
stepchild or legal ward of a covered individual, child of a domestic
partner of the covered individual, or child of a civil union partner of
the covered individual, who is less than 19 years of age or is 19
years of age or older but incapable of self-care because of mental or
physical impairment.

(1) "Domestic partner" means a domestic partner as defined in
section 3 of P.L.2003, c.246 (C.26:8A-3).

30 (m) "Civil union" means a civil union as defined in section 2 of
31 P.L.2006, c.103 (C.37:1-29).

(n) "Family member" means a child, spouse, domestic partner,civil union partner or parent of a covered individual.

34 (o) "Family temporary disability leave" means leave taken by a 35 covered individual from work with an employer to (1) participate in 36 the providing of care, as defined in the "Family Leave Act," 37 P.L.1989, c.261 (C.34:11B-1 et seq.) and regulations adopted 38 pursuant to that act, for a family member of the individual made 39 necessary by a serious health condition of the family member; or (2) 40 be with a child during the first 12 months after the child's birth, if 41 the individual, or the domestic partner or civil union partner of the 42 individual, is a biological parent of the child, or the first 12 months 43 after the placement of the child for adoption with the individual. 44 "Family temporary disability leave" does not include any period of 45 time in which a covered individual is paid benefits pursuant to 46 P.L.1948, c.110 (C.43:21-25 et al.) because the individual is unable 47 to perform the duties of the individual's employment due to the 48 individual's own disability.

#### S2996 WHELAN, GREENSTEIN

1 (p) "Health care provider" means a health care provider as 2 defined in the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et 3 seq.), and any regulations adopted pursuant to that act. (q) "Parent of a covered individual" means a biological parent, 4 5 foster parent, adoptive parent, or stepparent of the covered individual or a person who was a legal guardian of the covered 6 7 individual when the covered individual was a child. 8 (r) "Placement for adoption" means the time when a covered 9 individual adopts a child or becomes responsible for a child pending 10 adoption by the covered individual. 11 (s) "Serious health condition" means an illness, injury, 12 impairment or physical or mental condition which requires: inpatient care in a hospital, hospice, or residential medical care 13 facility; or continuing medical treatment or continuing supervision 14 by a health care provider. 15 16 (t) "12-month period" means, with respect to an individual who 17 establishes a valid claim for disability benefits during a period of 18 family temporary disability leave, the 365 consecutive days that 19 begin with the first day that the individual first establishes the 20 claim. 21 (u) "State of emergency" means a natural or man-made disaster 22 or emergency for which a state of emergency has been declared by 23 the President of the United States or the Governor, or for which a 24 state of emergency has been declared by a municipal emergency 25 management coordinator. 26 (cf: P.L.2012, c.45, s.125) 27 28 4. This act shall take effect immediately. 29 30 31 **STATEMENT** 32 33 This bill helps to maintain eligibility for workers who may otherwise lose eligibility for certain leave and benefits due to loss 34 of employment during a disaster or emergency for which a state of 35 emergency is declared. The bill's provisions apply to eligibility 36 37 determinations for leave under the "Family Leave Act," P.L.1989, 38 c.261 (C.34:11B-1 et seq.) ("FLA") and under the "New Jersey 39 Security and Financial Empowerment Act," P.L.2013, c.82 40 (C.34:11C-1) ("SAFE Act"), and eligibility determinations for temporary disability insurance ("TDI") benefits under the 41 42 "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 43 et al.), and family leave insurance ("FLI") benefits under P.L.2008, 44 c.17 (C.43:21-39.1 et al.). Currently, a worker is not eligible for leave under the FLA or 45 46 SAFE Act unless employed at least 1,000 hours during the 47 preceding year, and is not eligible for TDI or FLI benefits unless 48 establishing at least 20 "base weeks" (with pay each week at least

# S2996 WHELAN, GREENSTEIN 10

1 20 times the minimum wage), or earning a total of 1,000 times the minimum wage, during the preceding year. The bill provides that, in 2 3 the case of an individual who is laid off or furloughed by an 4 employer curtailing operations because of a state of emergency 5 declared after October 22, 2012, any time in which the individual is 6 separated from employment (up to a maximum of 90 calendar days 7 for the FLA or the SAFE Act, and up to 13 weeks under the TDI or 8 FLI laws) is regarded as time in which the individual is employed 9 for the purpose of determining whether the individual is eligible for leave under the FLA or the SAFE Act, or benefits under the TDI or 10 11 FLI laws.

## STATEMENT TO

### **SENATE, No. 2996**

# **STATE OF NEW JERSEY**

### DATED: NOVEMBER 7, 2013

The Senate Labor Committee reports favorably Senate Bill No. 2996.

This bill helps to maintain eligibility for workers who may otherwise lose eligibility for certain leave and benefits due to loss of employment during a disaster or emergency for which a state of emergency is declared. The bill's provisions apply to eligibility determinations for leave under the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.) ("FLA"), and under the "New Jersey Security and Financial Empowerment Act," P.L.2013, c.82 (C.34:11C-1) ("SAFE Act"), and eligibility determinations for temporary disability insurance ("TDI") benefits under the "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 et al.), and family leave insurance ("FLI") benefits under P.L.2008, c.17 (C.43:21-39.1 et al.).

Currently, a worker is not eligible for leave under the FLA or SAFE Act unless employed at least 1,000 hours during the preceding year, and is not eligible for TDI or FLI benefits unless establishing at least 20 "base weeks" (with pay each week at least 20 times the minimum wage), or earning a total of 1,000 times the minimum wage, during the preceding year. The bill provides that, in the case of an individual who is laid off or furloughed by an employer curtailing operations because of a state of emergency declared after October 22, 2012, any time in which the individual is separated from employment (up to a maximum of 90 calendar days for the FLA or the SAFE Act, and up to 13 weeks under the TDI or FLI laws) is regarded as time in which the individual is eligible for leave under the FLA or the SAFE Act, or benefits under the TDI or FLI laws.

### STATEMENT TO

### **SENATE, No. 2996**

# **STATE OF NEW JERSEY**

#### DATED: DECEMBER 16, 2013

The Assembly Labor Committee reports favorably Senate Bill No. 2996.

This bill helps to maintain eligibility for workers who may otherwise lose eligibility for certain leave and benefits due to loss of employment during a disaster or emergency for which a state of emergency is declared. The bill's provisions apply to eligibility determinations for leave under the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.) ("FLA") and under the "New Jersey Security and Financial Empowerment Act," P.L.2013, c.82 (C.34:11C-1) ("SAFE Act"), and eligibility determinations for temporary disability insurance ("TDI") benefits under the "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 et al.), and family leave insurance ("FLI") benefits under P.L.2008, c.17 (C.43:21-39.1 et al.).

Currently, a worker is not eligible for leave under the FLA or SAFE Act unless employed at least 1,000 hours during the preceding year, and is not eligible for TDI or FLI benefits unless establishing at least 20 "base weeks" (with pay each week at least 20 times the minimum wage), or earning a total of 1,000 times the minimum wage, during the preceding year. The bill provides that, in the case of an individual who is laid off or furloughed by an employer curtailing operations because of a state of emergency declared after October 22, 2012, any time in which the individual is separated from employment (up to a maximum of 90 calendar days for the FLA or the SAFE Act, and up to 13 weeks under the TDI or FLI laws) is regarded as time in which the individual is eligible for leave under the FLA or the SAFE Act, or benefits under the TDI or FLI laws.

# ASSEMBLY, No. 4527 STATE OF NEW JERSEY 215th LEGISLATURE

INTRODUCED DECEMBER 12, 2013

Sponsored by: Assemblywoman SHAVONDA E. SUMTER District 35 (Bergen and Passaic) Assemblywoman BONNIE WATSON COLEMAN District 15 (Hunterdon and Mercer)

### SYNOPSIS

Concerns eligibility for certain leave and benefit programs.

### **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 12/17/2013)

2

1 AN ACT concerning eligibility for certain leave and benefits and 2 amending P.L.1989, c.261, P.L.2013, c.82, and P.L.1948, c.110. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 3 of P.L.1989, c.261 (C.34:11B-3) is amended to 8 read as follows: 9 3. As used in this act: 10 "Child" means a biological, adopted, or resource family a. 11 child, stepchild, legal ward, or child of a parent who is 12 (1) under 18 years of age; or (2) 18 years of age or older but incapable of self-care because of 13 14 a mental or physical impairment. 15 b. "Director" means the Director of the Division on Civil 16 Rights. "Division" means the Division on Civil Rights in the 17 c. 18 Department of Law and Public Safety. 19 d. "Employ" means to suffer or permit to work for 20 compensation, and includes ongoing, contractual relationships in which the employer retains substantial direct or indirect control 21 22 over the employee's employment opportunities or terms and 23 conditions of employment. 24 "Employee" means a person who is employed for at least 12 e. 25 months by an employer, with respect to whom benefits are sought 26 under this act, for not less than 1,000 base hours during the 27 immediately preceding 12-month period. Any time, up to a maximum of 90 calendar days, during which a person is laid off or 28 29 furloughed by an employer due to that employer curtailing 30 operations because of a state of emergency declared after October 31 22, 2012, shall be regarded as time in which the person is employed 32 for the purpose of determining eligibility for leave time under this 33 act. In making the determination, the base hours per week during 34 the layoff or furlough shall be deemed to be the same as the average number of hours worked per week during the rest of the 12-month 35 36 period. 37 f. "Employer" means a person or corporation, partnership, 38 individual proprietorship, joint venture, firm or company or other 39 similar legal entity which engages the services of an employee and 40 which: 41 (1) With respect to the period of time from the effective date of 42 this act until the 365th day following the effective date of this act, 43 employs 100 or more employees for each working day during each 44 of 20 or more calendar workweeks in the then current or

45 immediately preceding calendar year;

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

1 (2) With respect to the period of time from the 366th day 2 following the effective date of this act until the 1,095th day 3 following the effective date of this act, employs 75 or more 4 employees for each working day during each of 20 or more calendar 5 workweeks in the then current or immediately preceding calendar 6 year; and

(3) With respect to any time after the 1,095th day following the
effective date of this act, employs 50 or more employees for each
working day during each of 20 or more calendar workweeks in the
then current or immediately preceding calendar year. "Employer"
includes the State, any political subdivision thereof, and all public
offices, agencies, boards or bodies.

g. "Employment benefits" means all benefits and policies
provided or made available to employees by an employer, and
includes group life insurance, health insurance, disability insurance,
sick leave, annual leave, pensions, or other similar benefits.

h. "Parent" means a person who is the biological parent,
adoptive parent, resource family parent, step-parent, parent-in-law
or legal guardian, having a "parent-child relationship" with a child
as defined by law, or having sole or joint legal or physical custody,
care, guardianship, or visitation with a child.

i. "Family leave" means leave from employment so that theemployee may provide care made necessary by reason of:

24 (1) the birth of a child of the employee;

(2) the placement of a child with the employee in connectionwith adoption of such child by the employee; or

(3) the serious health condition of a family member of theemployee.

j. "Family member" means a child, parent, spouse, or onepartner in a civil union couple.

k. "Reduced leave schedule" means leave scheduled for fewer
than an employee's usual number of hours worked per workweek
but not for fewer than an employee's usual number of hours worked
per workday, unless agreed to by the employee and the employer.

35 1. "Serious health condition" means an illness, injury,
36 impairment, or physical or mental condition which requires:

37 (1) inpatient care in a hospital, hospice, or residential medical38 care facility; or

39 (2) continuing medical treatment or continuing supervision by a40 health care provider.

m. "State of emergency" means a natural or man-made disaster
 or emergency for which a state of emergency has been declared by
 the President of the United States or the Governor, or for which a

44 state of emergency has been declared by a municipal emergency

45 <u>management coordinator.</u>

46 (cf: P.L.2006, c.103, s.89)

1 2. Section 2 of P.L.2013, c.82 (C.34:11C-2) is amended to read 2 as follows: 3 2. As used in this act: "Employee" means a person who is employed for at least 12 4 5 months by an employer, with respect to whom benefits are sought 6 under this act, for not less than 1,000 base hours during the 7 immediately preceding 12-month period. Any time, up to a 8 maximum of 90 calendar days, during which a person is laid off or 9 furloughed by an employer due to that employer curtailing 10 operations because of a state of emergency declared after October 11 22, 2012, shall be regarded as time in which the person is employed 12 for the purpose of determining eligibility for leave time under this act. In making the determination, the base hours per week during 13 14 the layoff or furlough shall be deemed to be the same as the average 15 number of hours worked per week during the rest of the 12-month 16 period.[; and] 17 "Employer" means a person or corporation, partnership, 18 individual proprietorship, joint venture, firm or company, or other 19 similar legal entity which engages the services of an employee and 20 employs 25 or more employees for each working day during each of 21 20 or more calendar workweeks in the then current or immediately 22 preceding calendar year. "Employer" includes the State, any 23 political subdivision thereof, and all public offices, agencies, 24 boards, or bodies. 25 "State of emergency" means a natural or man-made disaster or 26 emergency for which a state of emergency has been declared by the 27 President of the United States or the Governor, or for which a state 28 of emergency has been declared by a municipal emergency 29 management coordinator. 30 (cf: P.L.2013, c.82, s.2) 31 32 3. Section 3 of P.L.1948, c.110 (C.43:21-27) is amended to 33 read as follows: 34 3. As used in this act, unless the context clearly requires 35 otherwise: 36 (a) (1) "Covered employer" means, with respect to whether an 37 employer is required to provide benefits during an employee's own 38 disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any 39 individual or type of organization, including any partnership, 40 association, trust, estate, joint-stock company, insurance company 41 or corporation, whether domestic or foreign, or the receiver, trustee 42 in bankruptcy, trustee or successor thereof, or the legal 43 representative of a deceased person, who is an employer subject to 44 the "unemployment compensation law" (R.S.43:21-1 et seq.), 45 except the State, its political subdivisions, and any instrumentality 46 of the State unless such governmental entity elects to become a 47 covered employer pursuant to paragraph (2) of this subsection (a); 48 provided, however, that commencing with the effective date of this

5

act, the State of New Jersey, including Rutgers, The State
 University and the New Jersey Institute of Technology, shall be
 deemed a covered employer, as defined herein.

4 "Covered employer" means, after June 30, 2009, with respect to 5 whether the employer is an employer whose employees are eligible 6 for benefits during periods of family temporary disability leave 7 pursuant to P.L.1948, c.110 (C.43:21-25 et al.), and, after December 8 31, 2008, whether employees of the employer are required to make 9 contributions pursuant to R.S.43:21-7(d)(1)(G)(ii), any individual 10 or type of organization, including any partnership, association, 11 trust, estate, joint-stock company, insurance company or domestic 12 or foreign corporation, or the receiver, trustee in bankruptcy, trustee or successor thereof, or the legal representative of a deceased 13 14 person, who is an employer subject to the "unemployment 15 compensation law" (R.S.43:21-1 et seq.), including any 16 governmental entity or instrumentality which is an employer under 17 R.S.43:21-19(h)(5), notwithstanding that the governmental entity or 18 instrumentality has not elected to be a covered employer pursuant to 19 paragraph (2) of this subsection (a).

20 (2) Any governmental entity or instrumentality which is an employer under R.S.43:21-19(h)(5) may, with respect to the 21 22 provision of benefits during an employee's own disability pursuant 23 to P.L.1948, c.110 (C.43:21-25 et al.), elect to become a "covered 24 employer" under this subsection beginning with the date on which 25 its coverage under R.S.43:21-19(h)(5) begins or as of January 1 of 26 any year thereafter by filing written notice of such election with the 27 division within at least 30 days of the effective date. Such election 28 shall remain in effect for at least two full calendar years and may be 29 terminated as of January 1 of any year thereafter by filing with the 30 division a written notice of termination at least 30 days prior to the 31 termination date.

32 (b) (1) "Covered individual" means, with respect to whether an 33 individual is eligible for benefits during an individual's own 34 disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any 35 person who is in employment, as defined in the "unemployment 36 compensation law" (R.S.43:21-1 et seq.), for which the individual is 37 entitled to remuneration from a covered employer, or who has been 38 out of such employment for less than two weeks, except that a 39 "covered individual" who is employed by the State of New Jersey, 40 including Rutgers, The State University or the New Jersey Institute 41 of Technology, or by any governmental entity or instrumentality 42 which elects to become a "covered employer" pursuant to this 43 amendatory act, shall not be eligible to receive any benefits under 44 the "Temporary Disability Benefits Law" until such individual has 45 exhausted all sick leave accumulated as an employee in the classified service of the State or accumulated under terms and 46 47 conditions similar to classified employees or accumulated under the 48 terms and conditions pursuant to the laws of this State or as the

6

result of a negotiated contract with any governmental entity or
 instrumentality which elects to become a "covered employer."

"Covered individual" shall not mean, with respect to whether an
individual is eligible for benefits during an individual's own
disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any
member of the Division of State Police in the Department of Law
and Public Safety.

8 (2) "Covered individual" means, with respect to whether an 9 individual is eligible for benefits during the individual's period of 10 family temporary disability leave pursuant to P.L.1948, c.110 11 (C.43:21-25 et al.), any individual who is in employment, as 12 defined in the "unemployment compensation law" (R.S.43:21-1 et 13 seq.), for which the individual is entitled to remuneration from a 14 covered employer, or who has been out of that employment for less 15 than two weeks.

16 (c) "Division" or "commission" means the Division of 17 Temporary Disability Insurance of the Department of Labor and 18 Workforce Development, and any transaction or exercise of 19 authority by the director of the division shall be deemed to be 20 performed by the division.

21 (d) "Day" shall mean a full calendar day beginning and ending22 at midnight.

(e) "Disability" shall mean such disability as is compensable
under section 5 of P.L.1948, c.110 (C.43:21-29).

(f) "Disability benefits" shall mean any cash payments which
are payable to a covered individual for all or part of a period of
disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.).

(g) "Period of disability" with respect to any covered individualshall mean:

30 (1) The entire period of time during which the covered 31 individual is continuously and totally unable to perform the duties 32 of the covered individual's employment because of the covered 33 individual's own disability, except that two periods of disability due 34 to the same or related cause or condition and separated by a period of not more than 14 days shall be considered as one continuous 35 36 period of disability; provided the individual has earned wages 37 during such 14-day period with the employer who was the 38 individual's last employer immediately preceding the first period of 39 disability; and

40 (2) On or after July 1, 2009, the entire period of family
41 temporary disability leave taken from employment by the covered
42 individual.

(h) "Wages" shall mean all compensation payable by covered
employers to covered individuals for personal services, including
commissions and bonuses and the cash value of all compensation
payable in any medium other than cash.

47 (i) (1) (Deleted by amendment, P.L.2001, c.17).

48 (2) (Deleted by amendment, P.L.2001, c.17).

1 (3) ["Base week" with respect to periods of disability 2 commencing on or after October 1, 1985 and before January 1, 3 2001, means any calendar week during which a covered individual 4 earned in employment from a covered employer remuneration equal to not less than 20% of the Statewide average weekly wage 5 determined under subsection (c) of R.S.43:21-3, which shall be 6 7 adjusted to the next higher multiple of \$1.00 if not already a 8 multiple thereof ] (Deleted by amendment, P.L. , c. ) (pending 9 before the Legislature as this bill).

10 (4) "Base week" with respect to periods of disability 11 commencing on or after January 1, 2001, means any calendar week 12 of a covered individual's base year during which the covered 13 individual earned in employment from a covered employer 14 remuneration not less than an amount 20 times the minimum wage 15 in effect pursuant to section 5 of P.L.1966, c.113 (C.34:11-56a4) on 16 October 1 of the calendar year preceding the calendar year in which 17 the benefit year commences, which amount shall be adjusted to the 18 next higher multiple of \$1.00 if not already a multiple thereof, 19 except that if in any calendar week an individual subject to this 20 paragraph is in employment with more than one employer, the 21 covered individual may in that calendar week establish a base week 22 with respect to each of the employers from whom the covered 23 individual earns remuneration equal to not less than the amount 24 defined in this paragraph during that week.

25 (5) In the case of an individual who is laid off or furloughed by 26 an employer curtailing operations because of a state of emergency 27 declared after October 22, 2012, any week in which the individual 28 is separated from employment due to that layoff or furlough, up to a 29 maximum of 13 weeks, shall be regarded as a week which is a "base week" for the purpose of determining whether the individual 30 31 becomes eligible for benefits pursuant to subsections (d) or (e) of 32 Section 17 of P.L.1948, c.110 (C.43:21-41), but shall not be 33 regarded as a base week when calculating the "average weekly 34 wage" pursuant to subsection (j) of this section.

(j) (1) "Average weekly wage" means the amount derived by
dividing a covered individual's total wages earned from the
individual's most recent covered employer during the base weeks in
the eight calendar weeks immediately preceding the calendar week
in which a period of disability commenced, by the number of such
base weeks.

41 (2) If the computation in paragraph (1) of this subsection (j) 42 yields a result which is less than the individual's average weekly 43 earnings in employment with all covered employers during the base 44 weeks in such eight calendar weeks, then the average weekly wage 45 shall be computed on the basis of earnings from all covered 46 employers during the base weeks in the eight calendar weeks 47 immediately preceding the week in which the period of disability 48 commenced.

### A4527 SUMTER, WATSON COLEMAN

1 (3) For periods of disability commencing on or after July 1, 2 2009, if the computations in paragraphs (1) and (2) of this 3 subsection (j) both yield a result which is less than the individual's 4 average weekly earnings in employment with all covered employers 5 during the base weeks in the 26 calendar weeks immediately 6 preceding the week in which the period of disability commenced, 7 then the average weekly wage shall, upon a written request to the 8 department by the individual on a form provided by the department, 9 be computed by the department on the basis of earnings from all 10 covered employers of the individual during the base weeks in those 11 26 calendar weeks, and, in the case of a claim for benefits from a 12 private plan, that computation of the average weekly wage shall be 13 provided by the department to the individual and the individual's 14 employer.

When determining the "average weekly wage" with respect to a period of family temporary disability leave for an individual who has a period of family temporary disability immediately after the individual has a period of disability for the individual's own disability, the period of disability is deemed to have commenced at the beginning of the period of disability for the individual's own disability, not the period of family temporary disability.

(k) "Child" means a biological, adopted, or foster child,
stepchild or legal ward of a covered individual, child of a domestic
partner of the covered individual, or child of a civil union partner of
the covered individual, who is less than 19 years of age or is 19
years of age or older but incapable of self-care because of mental or
physical impairment.

(1) "Domestic partner" means a domestic partner as defined in
section 3 of P.L.2003, c.246 (C.26:8A-3).

30 (m) "Civil union" means a civil union as defined in section 2 of
31 P.L.2006, c.103 (C.37:1-29).

32 (n) "Family member" means a child, spouse, domestic partner,33 civil union partner or parent of a covered individual.

34 (o) "Family temporary disability leave" means leave taken by a 35 covered individual from work with an employer to (1) participate in 36 the providing of care, as defined in the "Family Leave Act," 37 P.L.1989, c.261 (C.34:11B-1 et seq.) and regulations adopted 38 pursuant to that act, for a family member of the individual made 39 necessary by a serious health condition of the family member; or (2) 40 be with a child during the first 12 months after the child's birth, if 41 the individual, or the domestic partner or civil union partner of the 42 individual, is a biological parent of the child, or the first 12 months 43 after the placement of the child for adoption with the individual. 44 "Family temporary disability leave" does not include any period of 45 time in which a covered individual is paid benefits pursuant to 46 P.L.1948, c.110 (C.43:21-25 et al.) because the individual is unable 47 to perform the duties of the individual's employment due to the 48 individual's own disability.

### A4527 SUMTER, WATSON COLEMAN

1 (p) "Health care provider" means a health care provider as 2 defined in the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et 3 seq.), and any regulations adopted pursuant to that act. 4 (q) "Parent of a covered individual" means a biological parent, 5 foster parent, adoptive parent, or stepparent of the covered individual or a person who was a legal guardian of the covered 6 7 individual when the covered individual was a child. 8 (r) "Placement for adoption" means the time when a covered individual adopts a child or becomes responsible for a child pending 9 10 adoption by the covered individual. 11 (s) "Serious health condition" means an illness, injury, 12 impairment or physical or mental condition which requires: 13 inpatient care in a hospital, hospice, or residential medical care facility; or continuing medical treatment or continuing supervision 14 by a health care provider. 15 16 (t) "12-month period" means, with respect to an individual who 17 establishes a valid claim for disability benefits during a period of 18 family temporary disability leave, the 365 consecutive days that 19 begin with the first day that the individual first establishes the 20 claim. 21 (u) "State of emergency" means a natural or man-made disaster 22 or emergency for which a state of emergency has been declared by 23 the President of the United States or the Governor, or for which a 24 state of emergency has been declared by a municipal emergency 25 management coordinator. 26 (cf: P.L.2012, c.45, s.125) 27 28 4. This act shall take effect immediately. 29 30 31 **STATEMENT** 32 33 This bill helps to maintain eligibility for workers who may 34 otherwise lose eligibility for certain leave and benefits due to loss 35 of employment during a disaster or emergency for which a state of 36 emergency is declared. The bill's provisions apply to eligibility 37 determinations for leave under the "Family Leave Act," P.L.1989, 38 c.261 (C.34:11B-1 et seq.) ("FLA") and under the "New Jersey 39 Security and Financial Empowerment Act," P.L.2013, c.82 40 (C.34:11C-1) ("SAFE Act"), and eligibility determinations for temporary disability insurance ("TDI") benefits under the 41 42 "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 43 et al.), and family leave insurance ("FLI") benefits under P.L.2008, 44 c.17 (C.43:21-39.1 et al.). 45 Currently, a worker is not eligible for leave under the FLA or 46 SAFE Act unless employed at least 1,000 hours during the 47 preceding year, and is not eligible for TDI or FLI benefits unless 48 establishing at least 20 "base weeks" (with pay each week at least

# A4527 SUMTER, WATSON COLEMAN 10

1 20 times the minimum wage), or earning a total of 1,000 times the 2 minimum wage, during the preceding year. The bill provides that, in 3 the case of an individual who is laid off or furloughed by an 4 employer curtailing operations because of a state of emergency 5 declared after October 22, 2012, any time in which the individual is 6 separated from employment (up to a maximum of 90 calendar days 7 for the FLA or the SAFE Act, and up to 13 weeks under the TDI or 8 FLI laws) is regarded as time in which the individual is employed 9 for the purpose of determining whether the individual is eligible for leave under the FLA or the SAFE Act, or benefits under the TDI or 10 11 FLI laws.

### STATEMENT TO

### ASSEMBLY, No. 4527

# **STATE OF NEW JERSEY**

#### DATED: DECEMBER 16, 2013

The Assembly Labor Committee reports favorably Assembly Bill No. 4527.

This bill helps to maintain eligibility for workers who may otherwise lose eligibility for certain leave and benefits due to loss of employment during a disaster or emergency for which a state of emergency is declared. The bill's provisions apply to eligibility determinations for leave under the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.) ("FLA") and under the "New Jersey Security and Financial Empowerment Act," P.L.2013, c.82 (C.34:11C-1) ("SAFE Act"), and eligibility determinations for temporary disability insurance ("TDI") benefits under the "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 et al.), and family leave insurance ("FLI") benefits under P.L.2008, c.17 (C.43:21-39.1 et al.).

Currently, a worker is not eligible for leave under the FLA or SAFE Act unless employed at least 1,000 hours during the preceding year, and is not eligible for TDI or FLI benefits unless establishing at least 20 "base weeks" (with pay each week at least 20 times the minimum wage), or earning a total of 1,000 times the minimum wage, during the preceding year. The bill provides that, in the case of an individual who is laid off or furloughed by an employer curtailing operations because of a state of emergency declared after October 22, 2012, any time in which the individual is separated from employment (up to a maximum of 90 calendar days for the FLA or the SAFE Act, and up to 13 weeks under the TDI or FLI laws) is regarded as time in which the individual is eligible for leave under the FLA or the SAFE Act, or benefits under the TDI or FLI laws.