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STATE OF NEW JERSEY 218th LEGISLATURE

INTRODUCED MAY 10, 2018

Sponsored by: Senator STEPHEN M. SWEENEY District 3 (Cumberland, Gloucester and Salem) Senator PATRICK J. DIEGNAN, JR. District 18 (Middlesex) Senator M. TERESA RUIZ District 29 (Essex)

Co-Sponsored by: Senator Greenstein

SYNOPSIS

Revises law concerning family leave, temporary disability and family temporary disability leave, and domestic or sexual violence safety leave.

CURRENT VERSION OF TEXT

As reported by the Senate Budget and Appropriations Committee on January 28, 2019, with amendments.



(Sponsorship Updated As Of: 12/18/2018)

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

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 thus is new matter.

- Matter enclosed in superscript numerals has been adopted as follows:
- ¹Senate SBA committee amendments adopted October 22, 2018.

³Senate SBA committee amendments adopted January 28, 2019.

²Senate floor amendments adopted October 29, 2018.

1 (1) [With respect to the period of time from the effective date of 2 this act until the 365th day following the effective date of this act, 3 employs 100 or more employees for each working day during each 4 of 20 or more calendar workweeks in the then current or 5 immediately preceding calendar year] (Deleted by amendment, 6 P.L., c. (pending before the Legislature as this bill)); 7 (2) [With respect to the period of time from the 366th day 8 following the effective date of this act until the 1,095th day 9 following the effective date of this act, employs 75 or more 10 employees for each working day during each of 20 or more calendar 11 workweeks in the then current or immediately preceding calendar year] (Deleted by amendment, P.L., c. (pending before the 12 13 Legislature as this bill); [and] 14 (3) With respect to [any] the period of time [after] from the 15 1,095th day following the effective date of [this act] P.L.1989, <u>c.261 (C.34:11B-1 et seq.) through</u> ¹[June 30, 2019] ³[December] 16 <u>31, 2018</u>¹ June 30, 2019³, employs 50 or more employees for each 17 18 working day during each of 20 or more calendar workweeks in the 19 then current or immediately preceding calendar year; and (4) With respect to any period of time ¹on or ¹ after ¹[June 30, 20 2019] ³[January 1] June 30³, 2019¹, employs 30 or more 21 22 employees for each working day during each of 20 or more calendar 23 workweeks in the then current or immediately preceding calendar 24 year. "Employer" includes the State, any political subdivision thereof, 25 and all public offices, agencies, boards or bodies. 26 "Employment benefits" means all benefits and policies 27 g. 28 provided or made available to employees by an employer, and 29 includes group life insurance, health insurance, disability insurance, 30 sick leave, annual leave, pensions, or other similar benefits. 31 "Parent" means a person who is the biological parent, h. 32 adoptive parent, foster parent, resource family parent, step-parent, 33 parent-in-law or legal guardian, having a "parent-child relationship" 34 with a child as defined by law, or having sole or joint legal or 35 physical custody, care, guardianship, or visitation with a child, or who became the parent of the child pursuant to a valid written 36 37 agreement between the parent and a gestational carrier. 38 "Family leave" means leave from employment so that the i. 39 employee may provide care made necessary by reason of: 40 (1) the birth of a child of the employee, including a child born 41 pursuant to a valid written agreement between the employee and a 42 gestational carrier; (2) the placement of a child $\frac{1}{\text{into foster care}}^1$ with the employee 43 44 ¹<u>or</u>¹ in connection with adoption of such child by the employee; or 45 (3) the serious health condition of a family member of the 46 employee.

4

"Family member" means a child, parent, parent-in-law, 1 j. sibling, grandparent, grandchild, spouse, ¹domestic partner,¹ or one 2 partner in a civil union couple, or any other individual related by 3 blood to the employee, and any other individual ¹[whose] that the 4 employee shows to have a¹ close association with the employee 5 ¹which¹ is the equivalent of a family relationship. 6 7 "Reduced leave schedule" means leave scheduled for fewer k. 8 than an employee's usual number of hours worked per workweek 9 but not for fewer than an employee's usual number of hours worked 10 per workday, unless agreed to by the employee and the employer. 11 "Serious health condition" means an illness, injury, 1. 12 impairment, or physical or mental condition which requires: 13 (1) inpatient care in a hospital, hospice, or residential medical 14 care facility; or 15 (2) continuing medical treatment or continuing supervision by a 16 health care provider. 17 m. "State of emergency" means a natural or man-made disaster 18 or emergency for which a state of emergency has been declared by 19 the President of the United States or the Governor, or for which a 20 state of emergency has been declared by a municipal emergency 21 management coordinator. 22 (cf: P.L.2013, c.221, s.1) 23 24 ¹2. Section 4 of P.L.1989, c.261 (C.34:11B-4) is amended to 25 read as follows: 26 4. An employee of an employer in this State subject to the 27 provisions of this act shall be entitled to a family leave of 12 weeks 28 in any 24-month period upon advance notice to the employer in the 29 manner specified by the provisions of sections 11 and 12 of 30 P.L.2008, c.17 (C.43:21-39.2 and 43:21-39.3), unless the employer 31 denies family leave to the employee pursuant to subsection h. of 32 this section. 33 a. In the case of a family member who has a serious health 34 condition, the leave may be taken intermittently when medically 35 necessary, **[**if: 36 (1) The total time within which the leave is taken does not 37 exceed a 12-month period for each serious health condition episode; 38 (2) The employee provides the employer with prior notice of the 39 leave in a manner which is reasonable and practicable; and 40 (3) The employee makes a reasonable effort to schedule the 41 leave so as not to disrupt unduly the operations of the employer] in 42 the manner specified by the provisions of section 11 of P.L.2008, c.17 (C.43:21-39.2). 43 44 b. In the case of the foster care placement, birth or adoption of 45 a healthy child, the leave may be taken intermittently **[**if agreed to by the employer and the employee] in the manner specified by the 46

1 provisions of paragraph (2) of subsection a. of section 12 of

2 <u>P.L.2008, c.17 (C.43:21-39.3)</u>.

c. Leave taken because of the birth or placement for adoption
of a child may commence at any time within a year after the date of
the <u>foster care placement</u>, birth or placement for adoption.

6 d. Family leave required by this act may be paid, unpaid, or a 7 combination of paid and unpaid leave. If an employer provides paid 8 family leave for fewer than 12 workweeks, the additional weeks of 9 leave added to attain the 12-workweek total required by this act 10 may be unpaid.

e. An employer may require that any period of family leave be
supported by certification issued by a duly licensed health care
provider or any other health care provider determined by the
director to be capable of providing adequate certification.

(1) Where the certification is for the serious health condition of
a family member of the employee, the certification shall be
sufficient if it states: (a) the date on which the serious health
condition commenced; (b) the probable duration of the condition;
and (c) the medical facts within the provider's knowledge regarding
the condition;

(2) Where the certification is for the birth or placement of the
child, the certification need only state the date of birth or date of
placement, whichever is appropriate.

24 In any case in which the employer has reason to doubt the 25 validity of the certification provided pursuant to paragraph (1) of 26 this subsection, the employer may require, at its own expense, that 27 an employee obtain an opinion regarding the serious health 28 condition from a second health care provider designated or 29 approved, but not employed on a regular basis, by the employer. If 30 the second opinion differs from the certification provided pursuant 31 to paragraph (1) of this subsection, the employer may require, at its 32 own expense, that the employee obtain the opinion of a third health 33 care provider designated or approved jointly by the employer and 34 the employee concerning the serious health condition. The opinion 35 of the third health care provider shall be considered to be final and 36 shall be binding on the employer and the employee.

f. In any case in which the necessity for leave under this act is foreseeable, based upon <u>placement of a child into foster care</u> an expected birth or placement of the child for adoption, the employee shall provide the employer with prior notice of the expected birth or placement of the child for adoption ³<u>or foster care</u>³ in [a] <u>the</u> manner [which is reasonable and practicable] <u>specified by the</u> <u>provisions of section 11 of P.L.2008, c.17 (C.43:21-39.2)</u>.

g. No employee shall, during any period of leave taken
pursuant to this section, perform services on a full-time basis for
any person for whom the employee did not provide those services
immediately prior to commencement of the leave.

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h. An employer may deny family leave to the employee if:

(1) The employee is a salaried employee who is among the
 highest paid 5% of the employer's employees or the seven highest
 paid employees of the employer, whichever is greater;

4 (2) The denial is necessary to prevent substantial and grievous 5 economic injury to the employer's operations; and

6 (3) The employer notifies the employee of its intent to deny the
7 leave at the time the employer determines that the denial is
8 necessary.

9 i. In any case in which the leave has already commenced at the 10 time of the notification pursuant to paragraph (3) of subsection h. of 11 this section, the employee shall return to work within 10 working 12 days of the date of notification.¹

13 (cf: P.L.1989, c.261, s.4)

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15 ¹3. Section 5 of P.L.1989, c.261 (C.34:11B-5) is amended to 16 read as follows:

17 5. An employee shall be entitled, at the option of the employee,18 to take this leave on a reduced leave schedule, except that:

a. The employee shall not be entitled to a reduced leave
schedule for a period exceeding [24] <u>12</u> consecutive [weeks]
<u>months for any one period of leave</u>; and

b. [The employee shall not be entitled to take the leave on a reduced leave schedule without an agreement between the employer and employee, if] If the leave is taken upon the foster care placement, birth or adoption of a healthy child, the leave may be taken on an intermittent basis in the manner specified by the provisions of paragraph (2) of subsection a. of section 12 of P.L.2008, c.17 (C.43:21-39.3).

29 The employee shall make a reasonable effort to schedule reduced 30 leave so as not to disrupt unduly the operations of the employer and 31 the employee shall provide the employer with prior notice of the 32 care, medical treatment, or continuing supervision by a health care 33 provider necessary due to a serious health condition of a family 34 member, in a manner which is reasonable and practicable. Leave 35 taken on a reduced leave schedule shall not result in a reduction of the total amount of leave to which an employee is entitled. $]^1$ 36

- 37 (cf: P.L.1989, c.261, s.5)
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¹[2.] <u>4.</u>¹ Section 3 of P.L.2013, c.82 (C.34:11C-3) is amended
 to read as follows:

3. a. Any employee of an employer in the State who was a
victim of an incident of domestic violence as defined in section 3 of
P.L.1991, c.261 (C.2C:25-19) or a sexually violent offense as
defined in section 3 of P.L.1998, c.71 (C.30:4-27.26), or whose
parent-in-law, sibling, grandparent, grandchild, child, parent,
spouse, domestic partner, or civil union partner individual, or any
other individual related by blood to the employee, and any other

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individual ¹[whose] that the employee shows to have a¹ close 1 2 association with the employee ¹which¹ is the equivalent of a family relationship, was a victim shall be entitled to unpaid leave of no 3 4 more than 20 days in one 12-month period, to be used in the 12-5 month period next following any incident of domestic violence or 6 any sexually violent offense as provided in this section. For 7 purposes of this section, each incident of domestic violence or any 8 sexually violent offense shall constitute a separate offense for 9 which an employee is entitled to unpaid leave, provided that the 10 employee has not exhausted the allotted 20 days for the 12-month 11 period. The unpaid leave may be taken intermittently in intervals of 12 no less than one day, as needed for the purpose of engaging in any 13 of the following activities as they relate to the incident of domestic 14 violence or sexually violent offense: (1) seeking medical attention for, or recovering from, physical

(1) seeking medical attention for, or recovering from, physical
or psychological injuries caused by domestic or sexual violence to
the employee or the employee's <u>parent-in-law</u>, <u>sibling</u>, <u>grandparent</u>,
<u>grandchild</u>, child, parent, spouse, domestic partner, or civil union
partner individual, or any other individual related by blood to the
employee, and any other individual ¹[whose] that the employee
shows to have a¹ close association with the employee ¹which¹ is the
equivalent of a family relationship;

(2) obtaining services from a victim services organization for
the employee or the employee's parent-in-law, sibling, grandparent,
grandchild, child, parent, spouse, domestic partner, or civil union
partner individual, or any other individual related by blood to the
employee, and any other individual ¹[whose] that the employee
shows to have a¹ close association with the employee ¹which¹ is the
equivalent;

30 (3) obtaining psychological or other counseling for the
31 employee or the employee's parent-in-law, sibling, grandparent,
32 grandchild, child, parent, spouse, domestic partner, or civil union
33 partner individual, or any other individual related by blood to the
34 employee, and any other individual ¹[whose] that the employee
35 shows to have a¹ close association with the employee ¹which¹ is the
36 equivalent of a family relationship;

37 (4) participating in safety planning, temporarily or permanently 38 relocating, or taking other actions to increase the safety of the 39 employee or the employee's parent-in-law, sibling, grandparent, 40 grandchild, child, parent, spouse, domestic partner, or civil union 41 partner individual, or any other individual related by blood to the 42 employee, and any other individual ¹[whose] that the employee 43 shows to have a^1 close association with the employee ¹which¹ is the 44 equivalent of a family relationship, from future domestic or sexual 45 violence or to ensure economic security;

46 (5) seeking legal assistance or remedies to ensure the health and
47 safety of the employee or the employee's <u>parent-in-law, sibling</u>,

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1 grandparent, grandchild, child, parent, spouse, domestic partner, or 2 civil union partner, individual, or any other individual related by blood to the employee, and any other individual ¹[whose] that the 3 employee shows to have a¹ close association with the employee 4 ¹which¹ is the equivalent of a family relationship, including 5 preparing for, or participating in, any civil or criminal legal 6 7 proceeding related to or derived from domestic or sexual violence; 8 or

9 (6) attending, participating in, or preparing for a criminal or 10 civil court proceeding relating to an incident of domestic or sexual 11 violence of which the employee or the employee's parent-in-law, 12 sibling, grandparent, grandchild, child, parent, spouse, domestic 13 partner, or civil union partner, or any other individual related by 14 blood to the employee, and any other individual ¹[whose] that the employee shows to have a¹ close association with the employee 15 16 ¹<u>which</u>¹ <u>is the equivalent of a family relationship</u>, was a victim.

17 An eligible employee may elect , or an employer may require the employee,] to use any of the accrued paid vacation leave, 18 19 personal leave, or medical or sick leave of the employee, or any 20 family temporary disability leave benefits provided pursuant to 21 section 3 of P.L.1948, c.110 (C.43:21-27), during any part of the 22 20-day period of unpaid leave provided under this subsection. In 23 such case, any paid leave provided by the employer, and accrued 24 pursuant to established policies of the employer, or family 25 temporary disability leave benefits, shall run concurrently with the 26 unpaid leave provided under this subsection and, accordingly, the 27 employee shall receive pay pursuant to the employer's applicable 28 paid leave policy, or family temporary disability leave benefits, 29 during the period of otherwise unpaid leave. If an employee 30 requests leave for a reason covered by both this subsection and the 31 "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.) or the 32 federal "Family and Medical Leave Act of 1993," Pub.L.103-3 (29 33 U.S.C. s.2601 et seq.), the leave shall count simultaneously against 34 the employee's entitlement under each respective law.

Leave granted under this section shall not conflict with any rights pursuant to the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.), the "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 et [seq.] <u>al.</u>), or the federal "Family and Medical Leave Act of 1993," Pub.L.103-3 (29 U.S.C. s.2601 et seq.).

b. Prior to taking the leave provided for in this section, an
employee shall, if the necessity for the leave is foreseeable, provide
the employer with written notice of the need for the leave¹, unless
an emergency or other unforeseen circumstances precludes prior
notice¹. The notice shall be provided to the employer as far in
advance as is reasonable and practical under the circumstances.

1 c. Nothing contained in this act shall be construed to prohibit 2 an employer from requiring that a period of leave provided pursuant 3 to this section be supported by the employee with documentation of 4 the domestic violence or sexually violent offense which is the basis 5 for the leave. If the employer requires the documentation, the 6 employee shall be regarded as having provided sufficient 7 documentation if the employee provides one or more of the 8 following:

9 (1) a domestic violence restraining order or other documentation 10 of equitable relief issued by a court of competent jurisdiction;

(2) a letter or other written documentation from the county or
municipal prosecutor documenting the domestic violence or
sexually violent offense;

(3) documentation of the conviction of a person for the domesticviolence or sexually violent offense;

16 (4) medical documentation of the domestic violence or sexually17 violent offense;

(5) certification from a certified Domestic Violence Specialist or 18 19 the director of a designated domestic violence agency or Rape 20 Crisis Center, that the employee or employee's parent-in-law, 21 sibling, grandparent, grandchild, child, parent, spouse, domestic 22 partner, or civil union partner, or any other individual related by blood to the employee, and any other individual ¹[whose] that the 23 employee shows to have a¹ close association with the employee 24 25 ¹which¹ is the equivalent of a family relationship, is a victim of 26 domestic violence or a sexually violent offense; or

27 (6) other documentation or certification of the domestic violence 28 or sexually violent offense provided by a social worker, member of 29 the clergy, shelter worker, or other professional who has assisted 30 the employee or employee's parent-in-law, sibling, grandparent, 31 grandchild, child, parent, spouse, domestic partner, or civil union 32 partner, or any other individual related by blood to the employee, 33 and any other individual ¹[whose] that the employee shows to have 34 \underline{a}^{1} close association with the employee 1 which 1 is the equivalent of a family relationship, in dealing with the domestic violence or 35 sexually violent offenses. 36

37 For the purposes of this subsection:

38 "Certified Domestic Violence Specialist" means a person who 39 has fulfilled the requirements of certification as a Domestic Violence Specialist established by the New Jersey Association of 40 Domestic Violence Professionals; and "designated domestic 41 42 violence agency" means a county-wide organization with a primary 43 purpose to provide services to victims of domestic violence, and 44 which provides services that conform to the core domestic violence 45 services profile as defined by the Division of Child Protection and 46 Permanency in the Department of Children and Families and is under contract with the division for the express purpose of
 providing the services.

3 "Rape Crisis Center" means an office, institution, or center
4 offering assistance to victims of sexual offenses through crisis
5 intervention, medical and legal information, and follow-up
6 counseling.

d. An employer shall display conspicuous notice of its
employees' rights and obligations pursuant to the provisions of this
act, in such form and in such manner as the Commissioner of Labor
and Workforce Development shall prescribe, and use other
appropriate means to keep its employees so informed.

12 No provision of this act shall be construed as requiring or e. 13 permitting an employer to reduce employment benefits provided by the employer or required by a collective bargaining agreement 14 15 which are in excess of those required by this act. Nor shall any 16 provision of this act be construed to prohibit the negotiation and 17 provision through collective bargaining agreements of leave 18 policies or benefit programs which provide benefits in excess of 19 those required by this act. This provision shall apply irrespective of 20 the date that a collective bargaining agreement takes effect.

Nothing contained in this act shall be construed as permitting anemployer to:

(1) rescind or reduce any employment benefit accrued prior to
the date on which the leave taken pursuant to this act commenced;
or

(2) rescind or reduce any employment benefit, unless the
rescission or reduction of the benefit is based on changes that would
have occurred if an employee continued to work without taking the
leave provided pursuant to this section.

f. All information provided to an employer pursuant to subsection c. of this section, and any information regarding a leave taken pursuant to this section and any failure of an employee to return to work, shall be retained in the strictest confidentiality, unless the disclosure is voluntarily authorized in writing by the employee or is required by a federal or State law, rule, or regulation.

37 (cf: P.L.2013, c.82, s.3)

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39 ¹5. R.S.43:21-4 is amended to read as follows:

40 43:21-4. Benefit eligibility conditions. An unemployed
41 individual shall be eligible to receive benefits with respect to any
42 week eligible only if:

(a) The individual has filed a claim at an unemployment
insurance claims office and thereafter continues to report at an
employment service office or unemployment insurance claims
office, as directed by the division in accordance with such
regulations as the division may prescribe, except that the division
may, by regulation, waive or alter either or both of the requirements

of this subsection as to individuals attached to regular jobs, and as
to such other types of cases or situations with respect to which the
division finds that compliance with such requirements would be
oppressive, or would be inconsistent with the purpose of this act;
provided that no such regulation shall conflict with subsection (a) of
R.S.43:21-3.

7 (b) The individual has made a claim for benefits in accordance8 with the provisions of subsection (a) of R.S.43:21-6.

9 (c) (1) The individual is able to work, and is available for 10 work, and has demonstrated to be actively seeking work, except as 11 hereinafter provided in this subsection or in subsection (f) of this 12 section.

(2) The director may modify the requirement of actively seeking
work if such modification of this requirement is warranted by
economic conditions.

16 (3) No individual, who is otherwise eligible, shall be deemed 17 ineligible, or unavailable for work, because the individual is on 18 vacation, without pay, during said week, if said vacation is not the 19 result of the individual's own action as distinguished from any 20 collective action of a collective bargaining agent or other action 21 beyond the individual's control.

(4) (A) Subject to such limitations and conditions as the
division may prescribe, an individual, who is otherwise eligible,
shall not be deemed unavailable for work or ineligible because the
individual is attending a training program approved for the
individual by the division to enhance the individual's employment
opportunities or because the individual failed or refused to accept
work while attending such program.

(B) For the purpose of this paragraph (4), any training program
shall be regarded as approved by the division for the individual if
the program and the individual meet the following requirements:

(i) The training is for a labor demand occupation and is likely to
enhance the individual's marketable skills and earning power,
except that the training may be for an occupation other than a labor
demand occupation if the individual is receiving short-time benefits
pursuant to the provisions of P.L.2011, c.154 (C.43:21-20.3 et al.)
and the training is necessary to prevent a likely loss of jobs;

(ii) The training is provided by a competent and reliable private
or public entity approved by the Commissioner of Labor and
Workforce Development pursuant to the provisions of section 8 of
the "1992 New Jersey Employment and Workforce Development
Act," P.L.1992, c.43 (C.34:15D-8);

43 (iii) The individual can reasonably be expected to complete the44 program, either during or after the period of benefits;

(iv) The training does not include on the job training or other
training under which the individual is paid by an employer for work
performed by the individual during the time that the individual
receives benefits; and

1 (v) The individual enrolls in vocational training, remedial 2 education or a combination of both on a full-time basis, except that 3 the training or education may be on a part-time basis if the 4 individual is receiving short-time benefits pursuant to the provisions 5 of P.L.2011, c.154 (C.43:21-20.3 et al.).

6 (C) If the requirements of subparagraph (B) of this paragraph (4)
7 are met, the division shall not withhold approval of the training
8 program for the individual for any of the following reasons:

9 (i) The training includes remedial basic skills education 10 necessary for the individual to successfully complete the vocational 11 component of the training;

(ii) The training is provided in connection with a program under
which the individual may obtain a college degree, including a postgraduate degree;

15 (iii) The length of the training period under the program; or

16 (iv) The lack of a prior guarantee of employment upon17 completion of the training.

18 (D) For the purpose of this paragraph (4), "labor demand 19 occupation" means an occupation for which there is or is likely to 20 be an excess of demand over supply for adequately trained workers, 21 including, but not limited to, an occupation designated as a labor 22 demand occupation by the Center for Occupational Employment 23 Information pursuant to the provisions of subsection d. of section 24 27 of P.L.2005, c.354 (C.34:1A-86).

(5) An unemployed individual, who is otherwise eligible, shall
not be deemed unavailable for work or ineligible solely by reason of
the individual's attendance before a court in response to a summons
for service on a jury.

(6) An unemployed individual, who is otherwise eligible, shall
not be deemed unavailable for work or ineligible solely by reason of
the individual's attendance at the funeral of an immediate family
member, provided that the duration of the attendance does not
extend beyond a two-day period.

For purposes of this paragraph, "immediate family member" includes any of the following individuals: father, mother, motherin-law, father-in-law, grandmother, grandfather, grandchild, spouse, child, child placed by the Division of Youth and Family Services in the Department of Children and Families, sister or brother of the unemployed individual and any relatives of the unemployed individual residing in the unemployed individual's household.

(7) No individual, who is otherwise eligible, shall be deemed
ineligible or unavailable for work with respect to any week because,
during that week, the individual fails or refuses to accept work
while the individual is participating on a full-time basis in selfemployment assistance activities authorized by the division,
whether or not the individual is receiving a self-employment
allowance during that week.

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1 (8) Any individual who is determined to be likely to exhaust 2 regular benefits and need reemployment services based on 3 information obtained by the worker profiling system shall not be 4 eligible to receive benefits if the individual fails to participate in 5 available reemployment services to which the individual is referred 6 by the division or in similar services, unless the division determines 7 that:

8 (A) The individual has completed the reemployment services; or 9 (B) There is justifiable cause for the failure to participate, which 10 shall include participation in employment and training, self-11 employment assistance activities or other activities authorized by

the division to assist reemployment or enhance the marketable skills and earning power of the individual and which shall include any other circumstance indicated pursuant to this section in which an individual is not required to be available for and actively seeking work to receive benefits.

(9) An unemployed individual, who is otherwise eligible, shall
not be deemed unavailable for work or ineligible solely by reason of
the individual's work as a board worker for a county board of
elections on an election day.

(10) An individual who is employed by a shared work employer
and is otherwise eligible for benefits shall not be deemed ineligible
for short-time benefits because the individual is unavailable for
work with employers other than the shared work employer, so long
as:

26 (A) The individual is able to work and is available to work the
27 individual's normal full-time hours for the shared work employer;
28 or

(B) The individual is attending a training program which is in
compliance with the provisions of paragraph (4) of subsection (c) of
this section and the agreements and certifications required pursuant
to the provisions of section 2 of P.L.2011, c.154 (C.43:21-20.4).

33 (d) With respect to any benefit year commencing before January 34 1, 2002, the individual has been totally or partially unemployed for 35 a waiting period of one week in the benefit year which includes that week. When benefits become payable with respect to the third 36 37 consecutive week next following the waiting period, the individual 38 shall be eligible to receive benefits as appropriate with respect to 39 the waiting period. No week shall be counted as a week of 40 unemployment for the purposes of this subsection:

(1) If benefits have been paid, or are payable with respect
thereto; provided that the requirements of this paragraph shall be
waived with respect to any benefits paid or payable for a waiting
period as provided in this subsection;

45 (2) If it has constituted a waiting period week under the
46 "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:2147 25 et al.);

(3) Unless the individual fulfills the requirements of subsections (a) and (c) of this section; (4) If with respect thereto, claimant was disgualified for benefits in accordance with the provisions of subsection (d) of R.S.43:21-5. The waiting period provided by this subsection shall not apply to benefit years commencing on or after January 1, 2002. individual whose total benefit amount was reduced by the application of the waiting period to a claim which occurred on or after January 1, 2002 and before the effective date of P.L.2002, c.13, shall be permitted to file a claim for the additional benefits attributable to the waiting period in the form and manner prescribed by the division, but not later than the 180th day following the effective date of P.L.2002, c.13 unless the division determines that there is good cause for a later filing. (e) (1) (Deleted by amendment, P.L.2001, c.17). (2) (Deleted by amendment, P.L.2008, c.17). (3) (Deleted by amendment, P.L.2008, c.17). (4) With respect to benefit years commencing on or after January 7, 2001, except as otherwise provided in paragraph (5) of this subsection, the individual has, during his base year as defined in subsection (c) of R.S.43:21-19: (A) Established at least 20 base weeks as defined in paragraphs (2) and (3) of subsection (t) of R.S.43:21-19; or (B) If the individual has not met the requirements of subparagraph (A) of this paragraph (4), earned remuneration not less than an amount 1,000 times the minimum wage in effect

27 pursuant to section 5 of P.L.1966, c.113 (C.34:11-56a4) on October 28 1 of the calendar year preceding the calendar year in which the 29 benefit year commences, which amount shall be adjusted to the next 30 higher multiple of \$100 if not already a multiple thereof.

31 (5) With respect to benefit years commencing on or after 32 January 7, 2001, notwithstanding the provisions of paragraph (4) of 33 this subsection, an unemployed individual claiming benefits on the 34 basis of service performed in the production and harvesting of 35 agricultural crops shall, subject to the limitations of subsection (i) 36 of R.S.43:21-19, be eligible to receive benefits if during his base 37 year, as defined in subsection (c) of R.S.43:21-19, the individual:

(A) Has established at least 20 base weeks as defined in 38 39 paragraphs (2) and (3) of subsection (t) of R.S.43:21-19; or

40 (B) Has earned remuneration not less than an amount 1,000 41 times the minimum wage in effect pursuant to section 5 of 42 P.L.1966, c.113 (C.34:11-56a4) on October 1 of the calendar year 43 preceding the calendar year in which the benefit year commences, 44 which amount shall be adjusted to the next higher multiple of \$100 45 if not already a multiple thereof; or

(C) Has performed at least 770 hours of service in the 46 47 production and harvesting of agricultural crops.

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1 (6) The individual applying for benefits in any successive 2 benefit year has earned at least six times his previous weekly 3 benefit amount and has had four weeks of employment since the 4 beginning of the immediately preceding benefit year. This 5 provision shall be in addition to the earnings requirements specified 6 in paragraph (4) or (5) of this subsection, as applicable.

7 (f) (1) The individual has suffered any accident or sickness not 8 compensable under the workers' compensation law, R.S.34:15-1 et 9 seq. and resulting in the individual's total disability to perform any 10 work for remuneration, and would be eligible to receive benefits 11 under this chapter (R.S.43:21-1 et seq.) (without regard to the 12 maximum amount of benefits payable during any benefit year) 13 except for the inability to work and has furnished notice and proof 14 of claim to the division, in accordance with its rules and 15 regulations, and payment is not precluded by the provisions of 16 R.S.43:21-3(d); provided, however, that benefits paid under this 17 subsection (f) shall be computed on the basis of only those base 18 year wages earned by the claimant as a "covered individual," as 19 defined in subsection (b) of section 3 of P.L.1948, c.110 (C.43:21-20 27); provided further that no benefits shall be payable under this 21 subsection to any individual:

(A) For any period during which such individual is not under the
care of a legally licensed physician, dentist, optometrist, podiatrist,
practicing psychologist, advanced practice nurse, or chiropractor,
who, when requested by the division, shall certify within the scope
of the practitioner's practice, the disability of the individual, the
probable duration thereof, and, where applicable, the medical facts
within the practitioner's knowledge;

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(B) (Deleted by amendment, P.L.1980, c.90.)

30 (C) For any period of disability due to willfully or intentionally
31 self-inflicted injury, or to injuries sustained in the perpetration by
32 the individual of a crime of the first, second or third degree;

33 (D) For any week with respect to which or a part of which the 34 individual has received or is seeking benefits under any 35 unemployment compensation or disability benefits law of any other 36 state or of the United States; provided that if the appropriate agency 37 of such other state or the United States finally determines that the 38 individual is not entitled to such benefits, this disqualification shall 39 not apply;

40 (E) For any week with respect to which or part of which the
41 individual has received or is seeking disability benefits under the
42 "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25
43 et al.);

(F) For any period of disability commencing while such
individual is a "covered individual," as defined in subsection (b) of
section 3 of the "Temporary Disability Benefits Law," P.L.1948,
c.110 (C.43:21-27).

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1 (2) The individual is taking family temporary disability leave to 2 provide care for a family member with a serious health condition or 3 to be with a child during the first 12 months after the child's birth or 4 placement of the child for adoption or as a foster child with the 5 individual, and the individual would be eligible to receive benefits 6 under R.S.43:21-1 et seq. (without regard to the maximum amount 7 of benefits payable during any benefit year) except for the 8 individual's unavailability for work while taking the family 9 temporary disability leave, and the individual has furnished notice 10 and proof of claim to the division, in accordance with its rules and 11 regulations, and payment is not precluded by the provisions of 12 R.S.43:21-3(d) provided, however, that benefits paid under this subsection (f) shall be computed on the basis of only those base 13 14 year wages earned by the claimant as a "covered individual," as 15 defined in subsection (b) of section 3 of P.L.1948, c.110 (C.43:21-16 27); provided further that no benefits shall be payable under this 17 subsection to any individual:

(A) For any week with respect to which or a part of which the
individual has received or is seeking benefits under any
unemployment compensation or disability benefits law of any other
state or of the United States; provided that if the appropriate agency
of such other state or the United States finally determines that the
individual is not entitled to such benefits, this disqualification shall
not apply;

(B) For any week with respect to which or part of which the
individual has received or is seeking disability benefits for a
disability of the individual under the "Temporary Disability
Benefits Law," P.L.1948, c.110 (C.43:21-25 et al.);

(C) For any period of family temporary disability leave
commencing while the individual is a "covered individual," as
defined in subsection (b) of section 3 of the "Temporary Disability
Benefits Law," P.L.1948, c.110 (C.43:21-27); or

33 (D) For any period of family temporary disability leave for a 34 serious health condition of a family member of the claimant during 35 which the family member is not receiving inpatient care in a 36 hospital, hospice, or residential medical care facility and is not 37 subject to continuing medical treatment or continuing supervision by a health care provider, who, when requested by the division, 38 39 shall certify within the scope of the provider's practice, the serious 40 health condition of the family member, the probable duration 41 thereof, and, where applicable, the medical facts within the 42 provider's knowledge.

(3) Benefit payments under this subsection (f) shall be charged
to and paid from the State disability benefits fund established by the
"Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25
et al.), and shall not be charged to any employer account in
computing any employer's experience rate for contributions payable
under this chapter.

1 (g) Benefits based on service in employment defined in 2 subparagraphs (B) and (C) of R.S.43:21-19 (i)(1) shall be payable 3 in the same amount and on the terms and subject to the same conditions as benefits payable on the basis of other service subject 4 5 the "unemployment compensation law"; except that, notwithstanding any other provisions of the "unemployment 6 7 compensation law":

8 (1) With respect to service performed after December 31, 1977, 9 in an instructional research, or principal administrative capacity for 10 an educational institution, benefits shall not be paid based on such 11 services for any week of unemployment commencing during the 12 period between two successive academic years, or during a similar 13 period between two regular terms, whether or not successive, or 14 during a period of paid sabbatical leave provided for in the 15 individual's contract, to any individual if such individual performs 16 such services in the first of such academic years (or terms) and if 17 there is a contract or a reasonable assurance that such individual 18 will perform services in any such capacity for any educational 19 institution in the second of such academic years or terms;

20 (2) With respect to weeks of unemployment beginning after 21 September 3, 1982, on the basis of service performed in any other 22 capacity for an educational institution, benefits shall not be paid on 23 the basis of such services to any individual for any week which 24 commences during a period between two successive academic years 25 or terms if such individual performs such services in the first of 26 such academic years or terms and there is a reasonable assurance 27 that such individual will perform such services in the second of 28 such academic years or terms, except that if benefits are denied to 29 any individual under this paragraph (2) and the individual was not 30 offered an opportunity to perform these services for the educational 31 institution for the second of any academic years or terms, the 32 individual shall be entitled to a retroactive payment of benefits for 33 each week for which the individual filed a timely claim for benefits 34 and for which benefits were denied solely by reason of this clause;

35 (3) With respect to those services described in paragraphs (1) 36 and (2) above, benefits shall not be paid on the basis of such 37 services to any individual for any week which commences during 38 an established and customary vacation period or holiday recess if 39 such individual performs such services in the period immediately 40 before such vacation period or holiday recess, and there is a 41 reasonable assurance that such individual will perform such 42 services in the period immediately following such period or holiday 43 recess;

44 (4) With respect to any services described in paragraphs (1) and 45 (2) above, benefits shall not be paid as specified in paragraphs (1), 46 (2), and (3) above to any individual who performed those services 47 in an educational institution while in the employ of an educational 48 service agency, and for this purpose the term "educational service

agency" means a governmental agency or governmental entity
 which is established and operated exclusively for the purpose of
 providing those services to one or more educational institutions.

4 (h) Benefits shall not be paid to any individual on the basis of 5 any services, substantially all of which consist of participating in 6 sports or athletic events or training or preparing to so participate, 7 for any week which commences during the period between two 8 successive sports seasons (or similar periods) if such individual 9 performed such services in the first of such seasons (or similar 10 periods) and there is a reasonable assurance that such individual 11 will perform such services in the later of such seasons (or similar 12 periods).

(i) (1) Benefits shall not be paid on the basis of services 13 14 performed by an alien unless such alien is an individual who was 15 lawfully admitted for permanent residence at the time the services 16 were performed and was lawfully present for the purpose of 17 performing the services or otherwise was permanently residing in 18 the United States under color of law at the time the services were 19 performed (including an alien who is lawfully present in the United 20 States as a result of the application of the provisions of section 21 212(d)(5) (8 U.S.C. s.1182 (d)(5)) of the Immigration and Nationality Act (8 U.S.C. s.1101 et seq.)); provided that any 22 23 modifications of the provisions of section 3304(a)(14) of the 24 Federal Unemployment Tax Act (26 U.S.C. s. 3304 (a) (14)) as 25 provided by Pub.L.94-566, which specify other conditions or other 26 effective dates than stated herein for the denial of benefits based on 27 services performed by aliens and which modifications are required 28 to be implemented under State law as a condition for full tax credit 29 against the tax imposed by the Federal Unemployment Tax Act, 30 shall be deemed applicable under the provisions of this section.

31 (2) Any data or information required of individuals applying for
32 benefits to determine whether benefits are not payable to them
33 because of their alien status shall be uniformly required from all
34 applicants for benefits.

(3) In the case of an individual whose application for benefits
would otherwise be approved, no determination that benefits to such
individual are not payable because of alien status shall be made
except upon a preponderance of the evidence.

(j) Notwithstanding any other provision of this chapter, the
director may, to the extent that it may be deemed efficient and
economical, provide for consolidated administration by one or more
representatives or deputies of claims made pursuant to subsection
(f) of this section with those made pursuant to Article III (State
plan) of the "Temporary Disability Benefits Law," P.L.1948, c.110
(C.43:21-25 et al.).¹

46 (cf: P.L.2011, c.154, s.11)

1 ¹[3.] <u>6.</u>¹ R.S.43:21-7 is amended to read as follows: 2 43:21-7. Employers other than governmental entities, whose 3 benefit financing provisions are set forth in section 4 of P.L.1971, 4 c.346 (C.43:21-7.3), and those nonprofit organizations liable for 5 payment in lieu of contributions on the basis set forth in section 3 of 6 P.L.1971, c.346 (C.43:21-7.2), shall pay to the controller for the 7 unemployment compensation fund, contributions as set forth in subsections (a), (b) and (c) hereof, and the provisions of subsections 8 9 (d) and (e) shall be applicable to all employers, consistent with the 10 provisions of the "unemployment compensation law" and the "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 11 12 et al.).

13 (a) Payment.

14 (1) Contributions shall accrue and become payable by each 15 employer for each calendar year in which he is subject to this 16 chapter (R.S.43:21-1 et seq.), with respect to having individuals in 17 his employ during that calendar year, at the rates and on the basis 18 hereinafter set forth. Such contributions shall become due and be 19 paid by each employer to the controller for the fund, in accordance 20 with such regulations as may be prescribed, and shall not be 21 deducted, in whole or in part, from the remuneration of individuals 22 in his employ.

(2) In the payment of any contributions, a fractional part of a
cent shall be disregarded unless it amounts to \$0.005 or more, in
which case it shall be increased to \$0.01.

(b) Rate of contributions. Each employer shall pay the followingcontributions:

(1) For the calendar year 1947, and each calendar year
thereafter, 2 7/10% of wages paid by him during each such calendar
year, except as otherwise prescribed by subsection (c) of this
section.

32 (2) The "wages" of any individual, with respect to any one 33 employer, as the term is used in this subsection (b) and in 34 subsections (c), (d) and (e) of this section 7, shall include the first 35 \$4,800.00 paid during calendar year 1975, for services performed either within or without this State; provided that no contribution 36 37 shall be required by this State with respect to services performed in 38 another state if such other state imposes contribution liability with 39 respect thereto. If an employer (hereinafter referred to as a 40 successor employer) during any calendar year acquires substantially 41 all the property used in a trade or business of another employer 42 (hereinafter referred to as a predecessor), or used in a separate unit 43 of a trade or business of a predecessor, and immediately after the 44 acquisition employs in his trade or business an individual who 45 immediately prior to the acquisition was employed in the trade or 46 business of such predecessors, then, for the purpose of determining 47 whether the successor employer has paid wages with respect to employment equal to the first \$4,800.00 paid during calendar year 48

1975, any wages paid to such individual by such predecessor during
 such calendar year and prior to such acquisition shall be considered
 as having been paid by such successor employer.

4 (3) For calendar years beginning on and after January 1, 1976, the "wages" of any individual, as defined in the preceding 5 6 paragraph (2) of this subsection (b), shall be established and 7 promulgated by the Commissioner of Labor and Workforce 8 Development on or before September 1 of the preceding year and, 9 except as provided in paragraph (4) of this subsection (b), shall be, 10 28 times the Statewide average weekly remuneration paid to 11 workers by employers, as determined under R.S.43:21-3(c), raised 12 to the next higher multiple of \$100.00 if not already a multiple 13 thereof, provided that if the amount of wages so determined for a 14 calendar year is less than the amount similarly determined for the 15 preceding year, the greater amount will be used; provided, further, 16 that if the amount of such wages so determined does not equal or 17 exceed the amount of wages as defined in subsection (b) of section 18 3306 of the Internal Revenue Code of 1986 (26 U.S.C. s.3306(b)), 19 the wages as determined in this paragraph in any calendar year shall 20 be raised to equal the amount established under the "Federal 21 Unemployment Tax Act," chapter 23 of the Internal Revenue Code of 1986 (26 U.S.C. s.3301 et seq.), for that calendar year. 22

23 (4) For calendar years beginning on and after January 1, 24 ¹[2019,] 2020,¹ the "wages" of any individual, as defined in the preceding paragraph (2) of this subsection (b) for purposes of 25 26 contributions of workers to the ¹State disability benefits fund, 27 including the¹ "Family Temporary Disability Leave Account" ¹[and the "Pregnancy Temporary Disability Account" of the State 28 disability benefits fund¹ pursuant to subsection (d) of this section, 29 30 shall be established and promulgated by the Commissioner of Labor 31 and Workforce Development on or before September 1 of the preceding year and shall be ²[52] 107² times the Statewide average 32 weekly remuneration paid to workers by employers, as determined 33 34 under R.S.43:21-3(c), raised to the next higher multiple of \$100.00 35 if not already a multiple thereof, provided that if the amount of 36 wages so determined for a calendar year is less than the amount 37 similarly determined for the preceding year, the greater amount will 38 be used.

(c) Future rates based on benefit experience.

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40 (1) A separate account for each employer shall be maintained 41 and this shall be credited with all the contributions which he has 42 paid on his own behalf on or before January 31 of any calendar year 43 with respect to employment occurring in the preceding calendar 44 year; provided, however, that if January 31 of any calendar year 45 falls on a Saturday or Sunday, an employer's account shall be 46 credited as of January 31 of such calendar year with all the 47 contributions which he has paid on or before the next succeeding

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1 day which is not a Saturday or Sunday. But nothing in this chapter 2 (R.S.43:21-1 et seq.) shall be construed to grant any employer or 3 individuals in his service prior claims or rights to the amounts paid 4 by him into the fund either on his own behalf or on behalf of such 5 individuals. Benefits paid with respect to benefit years commencing 6 on and after January 1, 1953, to any individual on or before 7 December 31 of any calendar year with respect to unemployment in 8 such calendar year and in preceding calendar years shall be charged 9 against the account or accounts of the employer or employers in 10 whose employment such individual established base weeks 11 constituting the basis of such benefits, except that, with respect to 12 benefit years commencing after January 4, 1998, an employer's 13 account shall not be charged for benefits paid to a claimant if the 14 claimant's employment by that employer was ended in any way which, pursuant to subsection (a), (b), (c), (f), (g) or (h) of 15 16 R.S.43:21-5, would have disqualified the claimant for benefits if the 17 claimant had applied for benefits at the time when that employment 18 ended. Benefits paid under a given benefit determination shall be 19 charged against the account of the employer to whom such 20 determination relates. When each benefit payment is made, 21 notification shall be promptly provided to each employer included 22 in the unemployment insurance monetary calculation of benefits. 23 Such notification shall identify the employer against whose account 24 the amount of such payment is being charged, shall show at least 25 the name and social security account number of the claimant and 26 shall specify the period of unemployment to which said benefit 27 payment applies.

An annual summary statement of unemployment benefitscharged to the employer's account shall be provided.

30 (2) Regulations may be prescribed for the establishment,
31 maintenance, and dissolution of joint accounts by two or more
32 employers, and shall, in accordance with such regulations and upon
33 application by two or more employers to establish such an account,
34 or to merge their several individual accounts in a joint account,
35 maintain such joint account as if it constituted a single employer's
36 account.

(3) No employer's rate shall be lower than 5.4% unless
assignment of such lower rate is consistent with the conditions
applicable to additional credit allowance for such year under section
3303(a)(1) of the Internal Revenue Code of 1986 (26 U.S.C.
s.3303(a)(1)), any other provision of this section to the contrary
notwithstanding.

(4) Employer Reserve Ratio. (A) Each employer's rate shall be
2 8/10%, except as otherwise provided in the following provisions.
No employer's rate for the 12 months commencing July 1 of any
calendar year shall be other than 2 8/10%, unless as of the
preceding January 31 such employer shall have paid contributions
with respect to wages paid in each of the three calendar years

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1 immediately preceding such year, in which case such employer's 2 rate for the 12 months commencing July 1 of any calendar year 3 shall be determined on the basis of his record up to the beginning of 4 such calendar year. If, at the beginning of such calendar year, the 5 total of all his contributions, paid on his own behalf, for all past 6 years exceeds the total benefits charged to his account for all such 7 years, his contribution rate shall be: 8 (1) 2 5/10%, if such excess equals or exceeds 4%, but less than 9 5%, of his average annual payroll (as defined in paragraph (2), 10 subsection (a) of R.S.43:21-19); 11 (2) 2 2/10%, if such excess equals or exceeds 5%, but is less 12 than 6%, of his average annual payroll; 13 (3) 1 9/10%, if such excess equals or exceeds 6%, but is less 14 than 7%, of his average annual payroll; 15 (4) 1 6/10%, if such excess equals or exceeds 7%, but is less 16 than 8%, of his average annual payroll; 17 (5) 1 3/10%, if such excess equals or exceeds 8%, but is less 18 than 9%, of his average annual payroll; 19 (6) 1%, if such excess equals or exceeds 9%, but is less than 20 10%, of his average annual payroll; 21 (7) 7/10 of 1%, if such excess equals or exceeds 10%, but is less 22 than 11%, of his average annual payroll; 23 (8) 4/10 of 1%, if such excess equals or exceeds 11% of his 24 average annual payroll. 25 (B) If the total of an employer's contributions, paid on his own 26 behalf, for all past periods for the purposes of this paragraph (4), is 27 less than the total benefits charged against his account during the 28 same period, his rate shall be: 29 (1) 4%, if such excess is less than 10% of his average annual 30 payroll; 31 (2) 4 3/10%, if such excess equals or exceeds 10%, but is less 32 than 20%, of his average annual payroll; 33 (3) 4 6/10%, if such excess equals or exceeds 20% of his 34 average annual payroll. 35 (C) Specially assigned rates. (i) If no contributions were paid on wages for employment in 36 37 any calendar year used in determining the average annual payroll of 38 an employer eligible for an assigned rate under this paragraph (4), 39 the employer's rate shall be specially assigned as follows: 40 if the reserve balance in its account is positive, its assigned rate 41 shall be the highest rate in effect for positive balance accounts for 42 that period, or 5.4%, whichever is higher, and 43 if the reserve balance in its account is negative, its assigned rate 44 shall be the highest rate in effect for deficit accounts for that period. 45 (ii) If, following the purchase of a corporation with little or no 46 activity, known as a corporate shell, the resulting employing unit operates a new or different business activity, the employing unit 47 48 shall be assigned a new employer rate.

(iii) Entities operating under common ownership, management or
 control, when the operation of the entities is not identifiable,
 distinguishable and severable, shall be considered a single employer
 for the purposes of this chapter (R.S.43:21-1 et seq.).

5 (D) The contribution rates prescribed by subparagraphs (A) and 6 (B) of this paragraph (4) shall be increased or decreased in 7 accordance with the provisions of paragraph (5) of this subsection 8 (c) for experience rating periods through June 30, 1986.

9 (5) (A) Unemployment Trust Fund Reserve Ratio. If on March 10 31 of any calendar year the balance in the unemployment trust fund 11 equals or exceeds 4% but is less than 7% of the total taxable wages 12 reported to the controller as of that date in respect to employment during the preceding calendar year, the contribution rate, effective 13 July 1 following, of each employer eligible for a contribution rate 14 15 calculation based upon benefit experience, shall be increased by 16 3/10 of 1% over the contribution rate otherwise established under 17 the provisions of paragraph (3) or (4) of this subsection. If on 18 March 31 of any calendar year the balance of the unemployment 19 trust fund exceeds 2 1/2% but is less than 4% of the total taxable 20 wages reported to the controller as of that date in respect to 21 employment during the preceding calendar year, the contribution 22 rate, effective July 1 following, of each employer eligible for a 23 contribution rate calculation based upon benefit experience, shall be 24 increased by 6/10 of 1% over the contribution rate otherwise 25 established under the provisions of paragraph (3) or (4) of this 26 subsection.

27 If on March 31 of any calendar year the balance of the unemployment trust fund is less than 2 1/2% of the total taxable 28 29 wages reported to the controller as of that date in respect to 30 employment during the preceding calendar year, the contribution 31 rate, effective July 1 following, of each employer: (1) eligible for a 32 contribution rate calculation based upon benefit experience, shall be 33 increased by (i) 6/10 of 1% over the contribution rate otherwise 34 established under the provisions of paragraph (3), (4)(A) or (4)(B) 35 of this subsection, and (ii) an additional amount equal to 20% of the 36 total rate established herein, provided, however, that the final 37 contribution rate for each employer shall be computed to the nearest 38 multiple of 1/10% if not already a multiple thereof; (2) not eligible 39 for a contribution rate calculation based upon benefit experience, 40 shall be increased by 6/10 of 1% over the contribution rate 41 otherwise established under the provisions of paragraph (4) of this 42 subsection. For the period commencing July 1, 1984 and ending 43 June 30, 1986, the contribution rate for each employer liable to pay 44 contributions under R.S.43:21-7 shall be increased by a factor of 45 10% computed to the nearest multiple of 1/10% if not already a 46 multiple thereof.

47 (B) If on March 31 of any calendar year the balance in the48 unemployment trust fund equals or exceeds 10% but is less than 12

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1 1/2% of the total taxable wages reported to the controller as of that 2 date in respect to employment during the preceding calendar year, 3 the contribution rate, effective July 1 following, of each employer 4 eligible for a contribution rate calculation based upon benefit 5 experience, shall be reduced by 3/10 of 1% under the contribution 6 rate otherwise established under the provisions of paragraphs (3) 7 and (4) of this subsection; provided that in no event shall the 8 contribution rate of any employer be reduced to less than 4/10 of 9 1%. If on March 31 of any calendar year the balance in the 10 unemployment trust fund equals or exceeds 12 1/2% of the total 11 taxable wages reported to the controller as of that date in respect to 12 employment during the preceding calendar year, the contribution 13 rate, effective July 1 following, of each employer eligible for a 14 contribution rate calculation based upon benefit experience, shall be reduced by 6/10 of 1% if his account for all past periods reflects an 15 16 excess of contributions paid over total benefits charged of 3% or 17 more of his average annual payroll, otherwise by 3/10 of 1% under 18 the contribution rate otherwise established under the provisions of 19 paragraphs (3) and (4) of this subsection; provided that in no event 20 shall the contribution rate of any employer be reduced to less than 21 4/10 of 1%.

(C) The "balance" in the unemployment trust fund, as the term is
used in subparagraphs (A) and (B) above, shall not include moneys
credited to the State's account under section 903 of the Social
Security Act, as amended (42 U.S.C. s.1103), during any period in
which such moneys are appropriated for the payment of expenses
incurred in the administration of the "unemployment compensation
law."

(D) Prior to July 1 of each calendar year the controller shall
determine the Unemployment Trust Fund Reserve Ratio, which
shall be calculated by dividing the balance of the unemployment
trust fund as of the prior March 31 by total taxable wages reported
to the controller by all employers as of March 31 with respect to
their employment during the last calendar year.

35 (E) (i) (Deleted by amendment, P.L.1997, c.263).

36 (ii) (Deleted by amendment, P.L.2001, c.152).

37 (iii) (Deleted by amendment, P.L.2003, c.107).

38 (iv) (Deleted by amendment, P.L.2004, c.45).

39 (v) (Deleted by amendment, P.L.2008, c.17).

40 (vi) (Deleted by amendment, P.L.2013, c.75).

41 (vii) With respect to experience rating years beginning on or 42 after July 1, 2011, the new employer rate or the unemployment experience rate of an employer under this section shall be the rate 43 44 which appears in the column headed by the Unemployment Trust 45 Fund Reserve Ratio as of the applicable calculation date and on the 46 line with the Employer Reserve Ratio, as defined in paragraph (4) 47 of this subsection (R.S.43:21-7 (c)(4)), as set forth in the following 48 table:

1 EXPERIENCE RATING TAX TABLE

| 1 | EAI ERIENC | LINAL | | | | |
|----|-------------------------------------|---------|----------|---------|--------|---------|
| 2 | Fund Reserve Ratio ¹ | | | | | |
| 3 | | 3.50% | 3.00% | 2.5% | 2.0% | 1.99% |
| 4 | Employer | and | to | to | to | and |
| 5 | Reserve | Over | 3.49% | 2.99% | 2.49% | Under |
| 6 | Ratio ² | А | В | С | D | E |
| 7 | Positive Reserve Ratio: | | | | | |
| 8 | 17% and over | 0.3 | 0.4 | 0.5 | 0.6 | 1.2 |
| 9 | 16.00% to 16.99% | 0.4 | 0.5 | 0.6 | 0.6 | 1.2 |
| 10 | 15.00% to 15.99% | 0.4 | 0.6 | 0.7 | 0.7 | 1.2 |
| 11 | 14.00% to 14.99% | 0.5 | 0.6 | 0.7 | 0.8 | 1.2 |
| 12 | 13.00% to 13.99% | 0.6 | 0.7 | 0.8 | 0.9 | 1.2 |
| 13 | 12.00% to 12.99% | 0.6 | 0.8 | 0.9 | 1.0 | 1.2 |
| 14 | 11.00% to 11.99% | 0.7 | 0.8 | 1.0 | 1.1 | 1.2 |
| 15 | 10.00% to 10.99% | 0.9 | 1.1 | 1.3 | 1.5 | 1.6 |
| 16 | 9.00% to 9.99% | 1.0 | 1.3 | 1.6 | 1.7 | 1.9 |
| 17 | 8.00% to 8.99% | 1.3 | 1.6 | 1.9 | 2.1 | 2.3 |
| 18 | 7.00% to 7.99% | 1.4 | 1.8 | 2.2 | 2.4 | 2.6 |
| 19 | 6.00% to 6.99% | 1.7 | 2.1 | 2.5 | 2.8 | 3.0 |
| 20 | 5.00% to 5.99% | 1.9 | 2.4 | 2.8 | 3.1 | 3.4 |
| 21 | 4.00% to 4.99% | 2.0 | 2.6 | 3.1 | 3.4 | 3.7 |
| 22 | 3.00% to 3.99% | 2.1 | 2.7 | 3.2 | 3.6 | 3.9 |
| 23 | 2.00% to 2.99% | 2.2 | 2.8 | 3.3 | 3.7 | 4.0 |
| 24 | 1.00% to 1.99% | 2.3 | 2.9 | 3.4 | 3.8 | 4.1 |
| 25 | 0.00% to 0.99% | 2.4 | 3.0 | 3.6 | 4.0 | 4.3 |
| 26 | Deficit Reserve Ratio: | | | | | |
| 27 | -0.00% to -2.99% | 3.4 | 4.3 | 5.1 | 5.6 | 6.1 |
| 28 | -3.00% to -5.99% | 3.4 | 4.3 | 5.1 | 5.7 | 6.2 |
| 29 | -6.00% to -8.99% | 3.5 | 4.4 | 5.2 | 5.8 | 6.3 |
| 30 | -9.00% to-11.99% | 3.5 | 4.5 | 5.3 | 5.9 | 6.4 |
| 31 | -12.00% to-14.99% | 3.6 | 4.6 | 5.4 | 6.0 | 6.5 |
| 32 | -15.00% to-19.99% | 3.6 | 4.6 | 5.5 | 6.1 | 6.6 |
| 33 | -20.00% to-24.99% | 3.7 | 4.7 | 5.6 | 6.2 | 6.7 |
| 34 | -25.00% to-29.99% | 3.7 | 4.8 | 5.6 | 6.3 | 6.8 |
| 35 | -30.00% to-34.99% | 3.8 | 4.8 | 5.7 | 6.3 | 6.9 |
| 36 | -35.00% and under | 5.4 | 5.4 | 5.8 | 6.4 | 7.0 |
| 37 | New Employer Rate | 2.8 | 2.8 | 2.8 | 3.1 | 3.4 |
| 38 | ¹ Fund balance as of Mar | ch 31 a | is a ner | centage | of tax | able wa |

¹Fund balance as of March 31 as a percentage of taxable wages 38 in the prior calendar year. 39

²Employer Reserve Ratio (Contributions minus benefits as a 40 percentage of employer's taxable wages). 41

(F) (i) (Deleted by amendment, P.L.1997, c.263). 42

(ii) (Deleted by amendment, P.L.2008, c.17). 43

(iii) (Deleted by amendment, P.L.2013, c.75). 44

(iv) With respect to experience rating years beginning on or after 45

July 1, 2011 and before July 1, 2013, if the fund reserve ratio, based 46

47 on the fund balance as of the prior March 31, is less than 1.0%, the

48 contribution rate for each employer liable to pay contributions, as computed under subparagraph (E) of this paragraph (5), shall be
 increased by a factor of 10% computed to the nearest multiple of
 1/10% if not already a multiple thereof.

4 (v) With respect to experience rating years beginning on or after 5 July 1, 2014, if the fund reserve ratio, based on the fund balance as 6 of the prior March 31, is less than 1.0%, the contribution rate for 7 each employer liable to pay contributions, as computed under 8 subparagraph (E) of this paragraph (5), shall be increased by a 9 factor of 10% computed to the nearest multiple of 1/10% if not 10 already a multiple thereof.

11 (G) On or after January 1, 1993, notwithstanding any other 12 provisions of this paragraph (5), the contribution rate for each 13 employer liable to pay contributions, as computed under 14 subparagraph (E) of this paragraph (5), shall be decreased by 0.1%, 15 except that, during any experience rating year starting before 16 January 1, 1998 in which the fund reserve ratio is equal to or greater 17 than 7.00% or during any experience rating year starting on or after 18 January 1, 1998, in which the fund reserve ratio is equal to or 19 greater than 3.5%, there shall be no decrease pursuant to this 20 subparagraph (G) in the contribution of any employer who has a 21 deficit reserve ratio of negative 35.00% or under.

22 (H) On and after January 1, 1998 until December 31, 2000 and 23 on or after January 1, 2002 until June 30, 2006, the contribution rate 24 for each employer liable to pay contributions, as computed under 25 subparagraph (E) of this paragraph (5), shall be decreased by a 26 factor, as set out below, computed to the nearest multiple of 1/10%, 27 except that, if an employer has a deficit reserve ratio of negative 28 35.0% or under, the employer's rate of contribution shall not be 29 reduced pursuant to this subparagraph (H) to less than 5.4%:

30 From January 1, 1998 until December 31, 1998, a factor of 12%;

31 From January 1, 1999 until December 31, 1999, a factor of 10%;

32 From January 1, 2000 until December 31, 2000, a factor of 7%;

33 From January 1, 2002 until March 31, 2002, a factor of 36%;

34 From April 1, 2002 until June 30, 2002, a factor of 85%;

35 From July 1, 2002 until June 30, 2003, a factor of 15%;

36 From July 1, 2003 until June 30, 2004, a factor of 15%;

37 From July 1, 2004 until June 30, 2005, a factor of 7%;

38 From July 1, 2005 until December 31, 2005, a factor of 16%; and

39 From January 1, 2006 until June 30, 2006, a factor of 34%.

40 The amount of the reduction in the employer contributions 41 stipulated by this subparagraph (H) shall be in addition to the 42 amount of the reduction in the employer contributions stipulated by 43 subparagraph (G) of this paragraph (5), except that the rate of 44 contribution of an employer who has a deficit reserve ratio of 45 negative 35.0% or under shall not be reduced pursuant to this 46 subparagraph (H) to less than 5.4% and the rate of contribution of 47 any other employer shall not be reduced to less than 0.0%.

1 (I) (Deleted by amendment, P.L.2008, c.17).

2 (J) On or after July 1, 2001, notwithstanding any other 3 provisions of this paragraph (5), the contribution rate for each 4 employer liable to pay contributions, as computed under 5 subparagraph (E) of this paragraph (5), shall be decreased by 6 0.0175%, except that, during any experience rating year starting on 7 or after July 1, 2001, in which the fund reserve ratio is equal to or 8 greater than 3.5%, there shall be no decrease pursuant to this 9 subparagraph (J) in the contribution of any employer who has a 10 deficit reserve ratio of negative 35.00% or under. The amount of the 11 reduction in the employer contributions stipulated by this 12 subparagraph (J) shall be in addition to the amount of the reduction in the employer contributions stipulated by subparagraphs (G) and 13 14 (H) of this paragraph (5), except that the rate of contribution of an 15 employer who has a deficit reserve ratio of negative 35.0% or under 16 shall not be reduced pursuant to this subparagraph (J) to less than 17 5.4% and the rate of contribution of any other employer shall not be 18 reduced to less than 0.0%.

19 (K) With respect to experience rating years beginning on or after
20 July 1, 2009, if the fund reserve ratio, based on the fund balance as
21 of the prior March 31, is:

(i) Equal to or greater than 5.00% but less than 7.5%, the contribution rate for each employer liable to pay contributions, as computed under subparagraph (E) of this paragraph (5), shall be reduced by a factor of 25% computed to the nearest multiple of 1/10% if not already a multiple thereof except that there shall be no decrease pursuant to this subparagraph (K) in the contribution of any employer who has a deficit reserve ratio of 35.00% or under;

(ii) Equal to or greater than 7.5%, the contribution rate for each
employer liable to pay contributions, as computed under
subparagraph (E) of this paragraph (5), shall be reduced by a factor
of 50% computed to the nearest multiple of 1/10% if not already a
multiple thereof except that there shall be no decrease pursuant to
this subparagraph (K) in the contribution of any employer who has
a deficit reserve ratio of 35.00% or under.

(L) Notwithstanding any other provision of this paragraph (5)
and notwithstanding the actual fund reserve ratio, the contribution
rate for employers liable to pay contributions, as computed under
subparagraph (E) of this paragraph (5), shall be, for fiscal year
2011, the rates set by column "C" of the table in that subparagraph.

(M) Notwithstanding any other provision of this paragraph (5)
and notwithstanding the actual fund reserve ratio, the contribution
rate for employers liable to pay contributions, as computed under
subparagraph (E) of this paragraph (5), shall be, for fiscal year
2012, the rates set by column "D" of the table in that subparagraph.

46 (N) Notwithstanding any other provision of this paragraph (5)
47 and notwithstanding the actual fund reserve ratio, the contribution
48 rate for employers liable to pay contributions, as computed under

1 subparagraph (E) of this paragraph (5), shall be, for fiscal year

2 2013, the rates set by column "E" of the table in that subparagraph.

3 (6) Additional contributions.

4 Notwithstanding any other provision of law, any employer who 5 has been assigned a contribution rate pursuant to subsection (c) of 6 this section for the year commencing July 1, 1948, and for any year 7 commencing July 1 thereafter, may voluntarily make payment of 8 additional contributions, and upon such payment shall receive a 9 recomputation of the experience rate applicable to such employer, 10 including in the calculation the additional contribution so made, 11 except that, following a transfer as described under R.S.43:21-12 7(c)(7)(D), neither the predecessor nor successor in interest shall be eligible to make a voluntary payment of additional contributions 13 14 during the year the transfer occurs and the next full calendar year. 15 Any such additional contribution shall be made during the 30-day 16 period following the notification to the employer of his contribution 17 rate as prescribed in this section, unless, for good cause, the time 18 for payment has been extended by the controller for not to exceed 19 an additional 60 days; provided that in no event may such payments 20 which are made later than 120 days after the beginning of the year 21 for which such rates are effective be considered in determining the 22 experience rate for the year in which the payment is made. Any 23 employer receiving any extended period of time within which to 24 make such additional payment and failing to make such payment 25 timely shall be, in addition to the required amount of additional 26 payment, liable for a penalty of 5% thereof or \$5.00, whichever is 27 greater, not to exceed \$50.00. Any adjustment under this subsection 28 shall be made only in the form of credits against accrued or future 29 contributions.

30 (7) Transfers.

31 (A) Upon the transfer of the organization, trade or business, or 32 substantially all the assets of an employer to a successor in interest, 33 whether by merger, consolidation, sale, transfer, descent or 34 otherwise, the controller shall transfer the employment experience 35 of the predecessor employer to the successor in interest, including 36 credit for past years, contributions paid, annual payrolls, benefit 37 charges, et cetera, applicable to such predecessor employer, 38 pursuant to regulation, if it is determined that the employment 39 experience of the predecessor employer with respect to the 40 organization, trade, assets or business which has been transferred 41 may be considered indicative of the future employment experience 42 of the successor in interest. The successor in interest may, within 43 four months of the date of such transfer of the organization, trade, 44 assets or business, or thereafter upon good cause shown, request a 45 reconsideration of the transfer of employment experience of the 46 predecessor employer. The request for reconsideration shall 47 demonstrate, to the satisfaction of the controller, that the

employment experience of the predecessor is not indicative of the
 future employment experience of the successor.

3 (B) An employer who transfers part of his or its organization, 4 trade, assets or business to a successor in interest, whether by 5 merger, consolidation, sale, transfer, descent or otherwise, may 6 jointly make application with such successor in interest for transfer 7 of that portion of the employment experience of the predecessor 8 employer relating to the portion of the organization, trade, assets or 9 business transferred to the successor in interest, including credit for 10 past years, contributions paid, annual payrolls, benefit charges, et 11 cetera, applicable to such predecessor employer. The transfer of 12 employment experience may be allowed pursuant to regulation only if it is found that the employment experience of the predecessor 13 14 employer with respect to the portion of the organization, trade, 15 assets or business which has been transferred may be considered 16 indicative of the future employment experience of the successor in 17 interest. Credit shall be given to the successor in interest only for 18 the years during which contributions were paid by the predecessor 19 employer with respect to that part of the organization, trade, assets 20 or business transferred.

21 (C) A transfer of the employment experience in whole or in part having become final, the predecessor employer thereafter shall not 22 23 be entitled to consideration for an adjusted rate based upon his or its 24 experience or the part thereof, as the case may be, which has thus 25 been transferred. A successor in interest to whom employment 26 experience or a part thereof is transferred pursuant to this 27 subsection shall, as of the date of the transfer of the organization, 28 trade, assets or business, or part thereof, immediately become an 29 employer if not theretofore an employer subject to this chapter 30 (R.S.43:21-1 et seq.).

31 (D) If an employer transfers in whole or in part his or its organization, trade, assets or business to a successor in interest, 32 33 whether by merger, consolidation, sale, transfer, descent or 34 otherwise and both the employer and successor in interest are at the 35 time of the transfer under common ownership, management or 36 control, then the employment experience attributable to the 37 transferred business shall also be transferred to and combined with 38 the employment experience of the successor in interest. The 39 transfer of the employment experience is mandatory and not subject 40 to appeal or protest.

41 (E) The transfer of part of an employer's employment experience 42 to a successor in interest shall become effective as of the first day of 43 the calendar quarter following the acquisition by the successor in 44 interest. As of the effective date, the successor in interest shall 45 have its employer rate recalculated by merging its existing 46 employment experience, if any, with the employment experience 47 acquired. If the successor in interest is not an employer as of the date of acquisition, it shall be assigned the new employer rate until
 the effective date of the transfer of employment experience.

3 (F) Upon the transfer in whole or in part of the organization, 4 trade, assets or business to a successor in interest, the employment 5 experience shall not be transferred if the successor in interest is not 6 an employer at the time of the acquisition and the controller finds 7 that the successor in interest acquired the business solely or 8 primarily for the purpose of obtaining a lower rate of contributions.

9 (d) Contributions of workers to the unemployment 10 compensation fund and the State disability benefits fund.

11 (1) (A) For periods after January 1, 1975, each worker shall 12 contribute to the fund 1% of his wages with respect to his employment with an employer, which occurs on and after January 13 14 1, 1975, after such employer has satisfied the condition set forth in 15 subsection (h) of R.S.43:21-19 with respect to becoming an 16 employer; provided, however, that such contributions shall be at the 17 rate of 1/2 of 1% of wages paid with respect to employment while 18 the worker is in the employ of the State of New Jersey, or any 19 governmental entity or instrumentality which is an employer as 20 defined under R.S.43:21-19(h)(5), or is covered by an approved 21 private plan under the "Temporary Disability Benefits Law" or 22 while the worker is exempt from the provisions of the "Temporary 23 Disability Benefits Law" under section 7 of that law, P.L.1948, 24 c.110 (C.43:21-31).

25 (B) Effective January 1, 1978 there shall be no contributions by 26 workers in the employ of any governmental or nongovernmental 27 employer electing or required to make payments in lieu of 28 contributions unless the employer is covered by the State plan under 29 the "Temporary Disability Benefits Law" (C.43:21-25 et al.), and in 30 that case contributions shall be at the rate of 1/2 of 1%, except that 31 commencing July 1, 1986, workers in the employ of any 32 nongovernmental employer electing or required to make payments 33 in lieu of contributions shall be required to make contributions to 34 the fund at the same rate prescribed for workers of other 35 nongovernmental employers.

(C) (i) Notwithstanding the above provisions of this paragraph 36 37 (1), during the period starting July 1, 1986 and ending December 38 31, 1992, each worker shall contribute to the fund 1.125% of wages 39 paid with respect to his employment with a governmental employer 40 electing or required to pay contributions or nongovernmental 41 employer, including a nonprofit organization which is an employer 42 as defined under R.S.43:21-19(h)(6), regardless of whether that nonprofit organization elects or is required to finance its benefit 43 44 costs with contributions to the fund or by payments in lieu of 45 contributions, after that employer has satisfied the conditions set 46 forth in subsection R.S.43:21-19(h) with respect to becoming an 47 employer. Contributions, however, shall be at the rate of 0.625% 48 while the worker is covered by an approved private plan under the

1 "Temporary Disability Benefits Law" or while the worker is exempt 2 under section 7 of that law, P.L.1948, c.110 (C.43:21-31) or any 3 other provision of that law; provided that such contributions shall 4 be at the rate of 0.625% of wages paid with respect to employment 5 with the State of New Jersey or any other governmental entity or 6 instrumentality electing or required to make payments in lieu of 7 contributions and which is covered by the State plan under the 8 "Temporary Disability Benefits Law," except that, while the worker 9 is exempt from the provisions of the "Temporary Disability Benefits 10 Law" under section 7 of that law, P.L.1948, c.110 (C.43:21-31) or 11 any other provision of that law, or is covered for disability benefits 12 by an approved private plan of the employer, the contributions to 13 the fund shall be 0.125%.

14 (ii) (Deleted by amendment, P.L.1995, c.422.)

15 (D) Notwithstanding any other provisions of this paragraph (1), 16 during the period starting January 1, 1993 and ending June 30, 17 1994, each worker shall contribute to the unemployment 18 compensation fund 0.5% of wages paid with respect to the worker's 19 employment with a governmental employer electing or required to 20 pay contributions or nongovernmental employer, including a 21 nonprofit organization which is an employer as defined under 22 paragraph (6) of subsection (h) of R.S.43:21-19, regardless of 23 whether that nonprofit organization elects or is required to finance 24 its benefit costs with contributions to the fund or by payments in 25 lieu of contributions, after that employer has satisfied the conditions 26 set forth in subsection (h) of R.S.43:21-19 with respect to becoming 27 an employer. No contributions, however, shall be made by the worker while the worker is covered by an approved private plan 28 29 under the "Temporary Disability Benefits Law," P.L.1948, c.110 30 (C.43:21-25 et al.) or while the worker is exempt under section 7 of 31 P.L.1948, c.110 (C.43:21-31) or any other provision of that law; 32 provided that the contributions shall be at the rate of 0.50% of 33 wages paid with respect to employment with the State of New 34 Jersey or any other governmental entity or instrumentality electing 35 or required to make payments in lieu of contributions and which is 36 covered by the State plan under the "Temporary Disability Benefits 37 Law," except that, while the worker is exempt from the provisions 38 of the "Temporary Disability Benefits Law" under section 7 of that 39 law, P.L.1948, c.110 (C.43:21-31) or any other provision of that 40 law, or is covered for disability benefits by an approved private plan 41 of the employer, no contributions shall be made to the fund.

42 Each worker shall, starting on January 1, 1996 and ending March 43 31, 1996, contribute to the unemployment compensation fund 44 0.60% of wages paid with respect to the worker's employment with 45 a governmental employer electing or required to pay contributions 46 or nongovernmental employer, including a nonprofit organization 47 which is an employer as defined under paragraph (6) of subsection 48 (h) of R.S.43:21-19, regardless of whether that nonprofit 32

1 organization elects or is required to finance its benefit costs with 2 contributions to the fund or by payments in lieu of contributions, 3 after that employer has satisfied the conditions set forth in 4 subsection (h) of R.S.43:21-19 with respect to becoming an 5 employer, provided that the contributions shall be at the rate of 6 0.10% of wages paid with respect to employment with the State of 7 New Jersey or any other governmental entity or instrumentality 8 electing or required to make payments in lieu of contributions.

9 Each worker shall, starting on January 1, 1998 and ending 10 December 31, 1998, contribute to the unemployment compensation 11 fund 0.10% of wages paid with respect to the worker's employment 12 with a governmental employer electing or required to pay 13 contributions or nongovernmental employer, including a nonprofit 14 organization which is an employer as defined under paragraph (6) 15 of subsection (h) of R.S.43:21-19, regardless of whether that 16 nonprofit organization elects or is required to finance its benefit 17 costs with contributions to the fund or by payments in lieu of 18 contributions, after that employer has satisfied the conditions set 19 forth in subsection (h) of R.S.43:21-19 with respect to becoming an 20 employer, provided that the contributions shall be at the rate of 21 0.10% of wages paid with respect to employment with the State of 22 New Jersey or any other governmental entity or instrumentality 23 electing or required to make payments in lieu of contributions.

24 Each worker shall, starting on January 1, 1999 until December 25 31, 1999, contribute to the unemployment compensation fund 26 0.15% of wages paid with respect to the worker's employment with 27 a governmental employer electing or required to pay contributions 28 or nongovernmental employer, including a nonprofit organization 29 which is an employer as defined under paragraph (6) of subsection 30 of R.S.43:21-19, regardless of whether that nonprofit (h) 31 organization elects or is required to finance its benefit costs with 32 contributions to the fund or by payments in lieu of contributions, 33 after that employer has satisfied the conditions set forth in 34 subsection (h) of R.S.43:21-19 with respect to becoming an 35 employer, provided that the contributions shall be at the rate of 36 0.10% of wages paid with respect to employment with the State of 37 New Jersey or any other governmental entity or instrumentality 38 electing or required to make payments in lieu of contributions.

39 Each worker shall, starting on January 1, 2000 until December 40 31, 2001, contribute to the unemployment compensation fund 41 0.20% of wages paid with respect to the worker's employment with 42 a governmental employer electing or required to pay contributions 43 or nongovernmental employer, including a nonprofit organization 44 which is an employer as defined under paragraph (6) of subsection 45 (h) of R.S.43:21-19, regardless of whether that nonprofit 46 organization elects or is required to finance its benefit costs with 47 contributions to the fund or by payments in lieu of contributions, 48 after that employer has satisfied the conditions set forth in

subsection (h) of R.S.43:21-19 with respect to becoming an employer, provided that the contributions shall be at the rate of 0.10% of wages paid with respect to employment with the State of New Jersey or any other governmental entity or instrumentality electing or required to make payments in lieu of contributions.

6 Each worker shall, starting on January 1, 2002 until June 30, 7 2004, contribute to the unemployment compensation fund 0.1825% 8 of wages paid with respect to the worker's employment with a 9 governmental employer electing or required to pay contributions or 10 a nongovernmental employer, including a nonprofit organization 11 which is an employer as defined under paragraph (6) of subsection 12 (h) of R.S.43:21-19, regardless of whether that nonprofit 13 organization elects or is required to finance its benefit costs with 14 contributions to the fund or by payments in lieu of contributions, 15 after that employer has satisfied the conditions set forth in 16 subsection (h) of R.S.43:21-19 with respect to becoming an 17 employer, provided that the contributions shall be at the rate of 18 0.0825% of wages paid with respect to employment with the State 19 of New Jersey or any other governmental entity or instrumentality 20 electing or required to make payments in lieu of contributions.

21 Each worker shall, starting on and after July 1, 2004, contribute 22 to the unemployment compensation fund 0.3825% of wages paid 23 with respect to the worker's employment with a governmental 24 employer electing or required to pay contributions or 25 nongovernmental employer, including a nonprofit organization 26 which is an employer as defined under paragraph (6) of subsection 27 (h) of R.S.43:21-19, regardless of whether that nonprofit 28 organization elects or is required to finance its benefit costs with 29 contributions to the fund or by payments in lieu of contributions, 30 after that employer has satisfied the conditions set forth in 31 subsection (h) of R.S.43:21-19 with respect to becoming an 32 employer, provided that the contributions shall be at the rate of 33 0.0825% of wages paid with respect to employment with the State 34 of New Jersey or any other governmental entity or instrumentality 35 electing or required to make payments in lieu of contributions.

36 (E) Each employer shall, notwithstanding any provision of law 37 in this State to the contrary, withhold in trust the amount of his 38 workers' contributions from their wages at the time such wages are 39 paid, shall show such deduction on his payroll records, shall furnish 40 such evidence thereof to his workers as the division or controller 41 may prescribe, and shall transmit all such contributions, in addition 42 to his own contributions, to the office of the controller in such 43 manner and at such times as may be prescribed. If any employer 44 fails to deduct the contributions of any of his workers at the time 45 their wages are paid, or fails to make a deduction therefor at the 46 time wages are paid for the next succeeding payroll period, he alone 47 shall thereafter be liable for such contributions, and for the purpose

34

of R.S.43:21-14, such contributions shall be treated as employer'scontributions required from him.

3 (F) As used in this chapter (R.S.43:21-1 et seq.), except when
4 the context clearly requires otherwise, the term "contributions" shall
5 include the contributions of workers pursuant to this section.

6 (G) (i) [Each worker shall, starting on July 1, 1994 and ending] 7 on December 31, 2011, contribute to the State disability benefits 8 fund an amount equal to 0.50% of wages paid with respect to the 9 worker's employment with a government employer electing or 10 required to pay contributions to the State disability benefits fund or nongovernmental employer, including a nonprofit organization 11 12 which is an employer as defined under paragraph (6) of subsection 13 (h) of R.S.43:21-19, unless the employer is covered by an approved 14 private disability plan or is exempt from the provisions of the "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 15 et al.) under section 7 of that law (C.43:21-31) or any other 16 17 provision of that law.] Each worker, with respect to the worker's 18 employment with a government employer electing or required to 19 pay contributions to the State disability benefits fund or 20 nongovernmental employer, including a nonprofit organization 21 which is an employer as defined under paragraph (6) of subsection 22 (h) of R.S.43:21-19, unless the employer is covered by an approved 23 private disability plan or is exempt from the provisions of the 24 "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 25 et al.) under section 7 of that law (C.43:21-31) or any other 26 provision of that law, shall, for calendar year 2012 and each 27 subsequent calendar year, make contributions to the State disability 28 benefits fund at the annual rate of contribution necessary to obtain a 29 total amount of contributions, which, when added to employer 30 contributions made to the State disability benefits fund pursuant to 31 subsection (e) of this section, is, for calendar years prior to calendar 32 year 2018, equal to 120% of the benefits paid for periods of 33 disability, excluding periods of family temporary disability, during 34 the immediately preceding calendar year plus an amount equal to 35 100% of the cost of administration of the payment of those benefits 36 during the immediately preceding calendar year, less the amount of 37 net assets remaining in the State disability benefits fund, excluding net assets remaining in the "Family Temporary Disability Leave 38 39 Account" of that fund, as of December 31 of the immediately 40 preceding year, and is, for calendar year 2018 [and subsequent calendar years]¹and year 2019¹, equal to 120% of the benefits paid 41 42 for periods of disability, excluding periods of family temporary 43 disability, during the last preceding full fiscal year plus an amount 44 equal to 100% of the cost of administration of the payment of those 45 benefits during the last preceding full fiscal year, less the amount of 46 net assets anticipated to be remaining in the "Family Temporary 47 Disability Leave Account" of that fund, as of December 31 of the immediately preceding calendar year, and is, for each of calendar 48

years ¹[2019] 2020¹ and ¹[2020] 2021¹, equal to 120% of the 1 2 benefits which the department anticipates will be paid for periods of 3 disability, excluding periods of family temporary disability ¹[and pregnancy temporary disability]¹, during the respective calendar 4 5 year plus an amount equal to 100% of the cost of administration of the payment of those benefits which the department anticipates 6 7 during the respective calendar year, less the amount of net assets anticipated to be remaining in ¹the State disability benefits fund, 8 excluding net assets remaining in¹ the "Family Temporary 9 Disability Leave Account" of that fund, as of December 31 of the 10 immediately preceding calendar year, and is, for calendar year 11 12 ¹[2021] 2022¹ and any subsequent calendar year, equal to 120% of 13 the benefits paid for periods of disability, excluding periods of 14 family temporary disability ¹[and pregnancy temporary disability]¹, during the last preceding full fiscal year plus an 15 amount equal to 100% of the cost of administration of the payment 16 17 of those benefits during the last preceding full fiscal year, less the 18 amount of net assets anticipated to be remaining in ¹the State 19 disability benefits fund, excluding net assets remaining in¹ the 20 "Family Temporary Disability Leave Account" ¹ and the 21 "Pregnancy Temporary Disability Leave Account" 1 of that fund, 22 as of December 31 of the immediately preceding calendar year. 23 ¹<u>All increases in the cost of benefits for periods of disability caused</u> by the increases in the weekly benefit rate commencing July 1, 24 25 2020, pursuant to section 16 of P.L.1948, c.110 (C.43:21-40), shall 26 be funded by contributions made by workers pursuant to this 27 paragraph (i) and none of those increases shall be funded by employer contributions.¹ The estimated rates for the next calendar 28 29 year shall be made available on the department's website no later 30 than 60 days after the end of the last preceding full fiscal year. The 31 rates of employer contributions determined pursuant to subsection 32 (e) of this section for any year shall be determined prior to the 33 determination of the rate of employee contributions pursuant to this 34 subparagraph (i) and any consideration of employee contributions in 35 determining employer rates for any year shall be based on amounts 36 of employee contributions made prior to the year to which the rate 37 of employee contributions applies and shall not be based on any 38 projection or estimate of the amount of employee contributions for 39 the year to which that rate applies.

40 (ii) Each worker shall contribute to the State disability benefits 41 fund, in addition to any amount contributed pursuant to 42 subparagraph (i) of this paragraph (1)(G), an amount equal to, 43 during calendar year 2009, 0.09%, and during calendar year 2010 44 0.12%, of wages paid with respect to the worker's employment with 45 any covered employer, including a governmental employer which is 46 an employer as defined under R.S.43:21-19(h)(5), unless the 47 employer is covered by an approved private disability plan for

30

1 benefits during periods of family temporary disability leave. The 2 contributions made pursuant to this subparagraph (ii) to the State 3 disability benefits fund shall be deposited into an account of that 4 fund reserved for the payment of benefits during periods of family 5 temporary disability leave as defined in section 3 of the "Temporary 6 Disability Benefits Law," P.L.1948, c.110 (C.43:21-27) and for the 7 administration of those payments and shall not be used for any other 8 purpose. This account shall be known as the "Family Temporary 9 Disability Leave Account." For calendar year 2011 and each 10 subsequent calendar year until 2018, the annual rate of contribution 11 to be paid by workers pursuant to this subparagraph (ii) shall be, for 12 calendar years prior to calendar year 2018, the rate necessary to 13 obtain a total amount of contributions equal to 125% of the benefits 14 paid for periods of family temporary disability leave during the 15 immediately preceding calendar year plus an amount equal to 100% 16 of the cost of administration of the payment of those benefits during 17 the immediately preceding calendar year, less the amount of net 18 assets remaining in the account as of December 31 of the 19 immediately preceding year, and shall be, for calendar year 2018 [and subsequent calendar years] 1 and calendar year 2019 1 , the rate 20 necessary to obtain a total amount of contributions equal to 125% of 21 22 the benefits paid for periods of family temporary disability leave 23 during the last preceding full fiscal year plus an amount equal to 24 100% of the cost of administration of the payment of those benefits 25 during the last preceding full fiscal year, less the amount of net 26 assets anticipated to be remaining in the account as of December 31 27 of the immediately preceding calendar year. For each of calendar years ¹[2019] <u>2020¹</u> and ¹[2020] <u>2021¹</u>, the annual rate of 28 29 contribution to be paid by workers pursuant to this subparagraph (ii) 30 shall be the rate necessary to obtain a total amount of contributions 31 equal to 125% of the benefits which the department anticipates will 32 be paid for periods of family temporary disability leave during the 33 respective calendar year plus an amount equal to 100% of the cost 34 of administration of the payment of those benefits which the 35 department anticipates during the respective calendar year, less the 36 amount of net assets remaining in the account as of December 31 of the immediately preceding calendar year. For ¹[2021] 2022¹ and 37 any subsequent calendar year, the annual rate of contribution to be 38 39 paid by workers pursuant to this subparagraph (ii) shall be the rate 40 necessary to obtain a total amount of contributions equal to 125% of 41 the benefits which were paid for periods of family temporary 42 disability leave during the last preceding full fiscal year plus an 43 amount equal to 100% of the cost of administration of the payment 44 of those benefits during the last preceding full fiscal year, less the 45 amount of net assets remaining in the account as of December 31 of 46 the immediately preceding calendar year. All increases in the cost 47 of benefits for periods of family temporary disability leave caused 48 by the increases in the weekly benefit rate commencing July 1,

¹[2019] 2020¹ pursuant to section 16 of P.L.1948, c.110 (C.43:21-1

2 40) and increases in the maximum duration of benefits commencing

3 July 1, ¹[2019] 2020¹ pursuant to sections 14 and 15 of P.L.1948, c.110 (C.43:21-38 and 43:21-39) shall be funded by contributions 4 5 made by workers pursuant to this paragraph (ii) and none of those 6 increases shall be funded by employer contributions. The estimated 7 rates for the next calendar year shall be made available on the 8 department's website no later than 60 days after the end of the last 9 preceding full fiscal year. Necessary administrative costs shall 10 include the cost of an outreach program to inform employees of the 11 availability of the benefits and the cost of issuing the reports 12 required or permitted pursuant to section 13 of P.L.2008, c.17 13 (C.43:21-39.4). No monies, other than the funds in the "Family 14 Temporary Disability Leave Account," shall be used for the 15 payment of benefits during periods of family temporary disability 16 leave or for the administration of those payments, with the sole 17 exception that, during calendar years 2008 and 2009, a total amount 18 not exceeding \$25 million may be transferred to that account from 19 the revenues received in the State disability benefits fund pursuant 20 to subparagraph (i) of this paragraph (1)(G) and be expended for 21 payments and their administration, including those the 22 administration of the collection of contributions made pursuant to 23 this subparagraph (ii) and any other necessary administrative costs. 24 Any amount transferred to the account pursuant to this 25 subparagraph (ii) shall be repaid during a period beginning not later 26 than January 1, 2011 and ending not later than December 31, 2015. 27 No monies, other than the funds in the "Family Temporary 28 Disability Leave Account," shall be used under any circumstances 29 after December 31, 2009, for the payment of benefits during periods 30 of family temporary disability leave or for the administration of 31 those payments, including for the administration of the collection of 32 contributions made pursuant to this subparagraph (ii).

33 ¹[(iii) Each worker, with respect to the worker's employment 34 with a government employer electing or required to pay 35 contributions to the State disability benefits fund or 36 nongovernmental employer, including a nonprofit organization 37 which is an employer as defined under paragraph (6) of subsection 38 (h) of R.S.43:21-19, unless the employer is covered by an approved 39 private disability plan or is exempt from the provisions of the "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 40 41 et al.) under section 7 of that law (C.43:21-31) or any other 42 provision of that law, shall make contributions to the State 43 disability benefits fund, in addition to any amount contributed 44 pursuant to subparagraph (i) of this paragraph (1)(G), for the 45 purpose of funding the provision of pregnancy temporary disability 46 benefits. The contributions made pursuant to this subparagraph (iii) 47 to the State disability benefits fund shall be deposited into an 48 account of that fund reserved for the payment of benefits during

1 periods of pregnancy temporary disability and for the 2 administration of those payments and shall not be used for any other 3 purpose. This account shall be known as the "Pregnancy 4 Temporary Disability Account." For each of calendar years 2019 5 and 2020, the annual rate of contribution to be paid by workers 6 pursuant to this subparagraph (iii) shall be the rate necessary to 7 obtain a total amount of contributions, which, when added to the 8 portion of employer contributions made to the State disability 9 benefits fund pursuant to subsection (e) of this section which is 10 allocated to benefits for periods of pregnancy temporary disability, 11 is equal to 120% of the benefits which the department anticipates 12 will be paid for periods of pregnancy temporary disability during 13 the respective calendar year plus an amount equal to 100% of the 14 cost of administration of the payment of those benefits which the 15 department anticipates during the respective calendar year, less the 16 amount of net assets remaining in the account as of December 31 of 17 the immediately preceding calendar year. For calendar year 2021 18 and any subsequent calendar year, the annual rate of contribution to 19 be paid by workers pursuant to this subparagraph (iii) shall be the 20 rate necessary to obtain a total amount of contributions, which, 21 when added to the portion of employer contributions made to the 22 State disability benefits fund pursuant to subsection (e) of this 23 section which is allocated to benefits for a period of pregnancy 24 temporary disability, is equal to 120% of the benefits which were 25 paid for periods of pregnancy temporary disability during the last 26 preceding full fiscal year plus an amount equal to 100% of the cost 27 of administration of the payment of those benefits during the last 28 preceding full fiscal year, less the amount of net assets remaining in 29 the account as of December 31 of the immediately preceding 30 calendar year. The estimated rates for the next calendar year shall 31 be made available on the department's website no later than 60 days 32 after the end of the last preceding full fiscal year. No monies, other 33 than the funds in the "Pregnancy Temporary Disability Leave 34 Account" contributed by workers, and the portion of employer 35 contributions to the State disability benefits fund which the 36 department determines is allocated to benefits for periods of pregnancy temporary disability, shall be used for the payment of 37 38 benefits during periods of pregnancy temporary disability or for the 39 administration of those payments, including for the administration 40 of the collection of contributions made pursuant to this 41 subparagraph (iii). The department shall base its determination of 42 what portion of employer contributions to the State disability 43 benefits fund is allocated to benefits for periods of pregnancy 44 temporary disability on the percentage that the total amount of 45 benefits for periods of pregnancy temporary disability benefits 46 would represent of the total amount of all disability benefits if the 47 increases in the weekly benefit rate for benefits for periods of 48 pregnancy temporary disability commencing July 1, 2019 pursuant

1 to section 16 of P.L.1948, c.110 (C.43:21-40) were not in effect. 2 All increases in the cost of benefits for periods of pregnancy 3 temporary disability caused by increases in the weekly benefit rate 4 for those benefits commencing July 1, 2019 pursuant to section 16 5 of P.L.1948, c.110 (C.43:21-40) shall be funded by contributions 6 made by workers pursuant to this paragraph (iii) and none of those 7 increases shall be funded by employer contributions. 8 For the purposes of this section, periods of "pregnancy 9 temporary disability" means periods of disability due to pregnancy 10 or recovery from childbirth.]¹ (2) (A) (Deleted by amendment, P.L.1984, c.24.) 11 12 (B) (Deleted by amendment, P.L.1984, c.24.) 13 (C) (Deleted by amendment, P.L.1994, c.112.) (D) (Deleted by amendment, P.L.1994, c.112.) 14 15 (E) (i) (Deleted by amendment, P.L.1994, c.112.) 16 (ii) (Deleted by amendment, P.L.1996, c.28.) 17 (iii) (Deleted by amendment, P.L.1994, c.112.) 18 (3) (A) If an employee receives wages from more than one 19 employer during any calendar year, and either the sum of his 20 contributions deposited in and credited to the State disability 21 benefits fund plus the amount of his contributions, if any, required 22 towards the costs of benefits under one or more approved private 23 plans under the provisions of section 9 of the "Temporary Disability 24 Benefits Law" (C.43:21-33) and deducted from his wages, or the 25 sum of such latter contributions, if the employee is covered during 26 such calendar year only by two or more private plans, exceeds an 27 amount equal to 1/2 of 1% of the "wages" determined in accordance with the provisions of R.S.43:21-7(b)(3) during the calendar years 28 29 beginning on or after January 1, 1976 or, during calendar year 2012 or any subsequent calendar year, the total amount of his 30 31 contributions for the year exceeds the amount set by the annual rate 32 of contribution determined by the Commissioner of Labor and 33 Workforce Development pursuant to subparagraph (i) ¹[and, during] calendar year 2019 and subsequent calendar years, subparagraph 34 (iii), $]^1$ of paragraph (1)(G) of this subsection (d), the employee 35 36 shall be entitled to a refund of the excess if he makes a claim to the 37 controller within two years after the end of the calendar year in 38 which the wages are received with respect to which the refund is 39 claimed and establishes his right to such refund. Such refund shall 40 be made by the controller from the State disability benefits fund. No 41 interest shall be allowed or paid with respect to any such refund. The controller shall, in accordance with prescribed regulations, 42 43 determine the portion of the aggregate amount of such refunds made 44 during any calendar year which is applicable to private plans for 45 which deductions were made under section 9 of the "Temporary 46 Disability Benefits Law" (C.43:21-33) such determination to be 47 based upon the ratio of the amount of such wages exempt from 48 contributions to such fund, as provided in subparagraph (B) of

1 paragraph (1) of this subsection with respect to coverage under 2 private plans, to the total wages so exempt plus the amount of such 3 wages subject to contributions to the disability benefits fund, as 4 provided in subparagraph (G) of paragraph (1) of this subsection. 5 The controller shall, in accordance with prescribed regulations, 6 prorate the amount so determined among the applicable private 7 plans in the proportion that the wages covered by each plan bear to 8 the total private plan wages involved in such refunds, and shall 9 assess against and recover from the employer, or the insurer if the 10 insurer has indemnified the employer with respect thereto, the 11 amount so prorated. The provisions of R.S.43:21-14 with respect to 12 collection of employer contributions shall apply to such 13 assessments. The amount so recovered by the controller shall be 14 paid into the State disability benefits fund.

15 (B) If an employee receives wages from more than one employer 16 during any calendar year, and the sum of his contributions deposited 17 in the "Family Temporary Disability Leave Account" of the State 18 disability benefits fund plus the amount of his contributions, if any, 19 required towards the costs of family temporary disability leave 20 benefits under one or more approved private plans under the 21 provisions of the "Temporary Disability Benefits Law" (C.43:21-25 22 et al.) and deducted from his wages, exceeds an amount equal to, 23 during calendar year 2009, 0.09% of the "wages" determined in 24 accordance with the provisions of R.S.43:21-7(b)(3), or during 25 calendar year 2010, 0.12% of those wages, or, during calendar year 26 2011 or any subsequent calendar year, the percentage of those 27 wages set by the annual rate of contribution determined by the Commissioner of Labor and Workforce Development pursuant to 28 29 subparagraph (ii) of paragraph (1)(G) of this subsection (d), the 30 employee shall be entitled to a refund of the excess if he makes a 31 claim to the controller within two years after the end of the calendar 32 year in which the wages are received with respect to which the 33 refund is claimed and establishes his right to the refund. The refund 34 shall be made by the controller from the "Family Temporary 35 Disability Leave Account" of the State disability benefits fund. No 36 interest shall be allowed or paid with respect to any such refund. 37 The controller shall, in accordance with prescribed regulations, 38 determine the portion of the aggregate amount of the refunds made 39 during any calendar year which is applicable to private plans for 40 which deductions were made under section 9 of the "Temporary Disability Benefits Law" (C.43:21-33), with that determination 41 42 based upon the ratio of the amount of such wages exempt from 43 contributions to the fund, as provided in paragraph (1)(B) of this 44 subsection (d) with respect to coverage under private plans, to the 45 total wages so exempt plus the amount of such wages subject to 46 contributions to the "Family Temporary Disability Leave Account" 47 of the State disability benefits fund, as provided in subparagraph (ii) 48 of paragraph (1)(G) of this subsection (d). The controller shall, in

41

1 accordance with prescribed regulations, prorate the amount so 2 determined among the applicable private plans in the proportion 3 that the wages covered by each plan bear to the total private plan 4 wages involved in such refunds, and shall assess against and 5 recover from the employer, or the insurer if the insurer has 6 indemnified the employer with respect thereto, the prorated amount. 7 The provisions of R.S.43:21-14 with respect to collection of 8 employer contributions shall apply to such assessments. The 9 amount so recovered by the controller shall be paid into the "Family 10 Temporary Disability Leave Account" of the State disability 11 benefits fund.

12 (4) If an individual does not receive any wages from the 13 employing unit which for the purposes of this chapter (R.S.43:21-1 14 et seq.) is treated as his employer, or receives his wages from some 15 other employing unit, such employer shall nevertheless be liable for 16 such individual's contributions in the first instance; and after 17 payment thereof such employer may deduct the amount of such 18 contributions from any sums payable by him to such employing 19 unit, or may recover the amount of such contributions from such 20 employing unit, or, in the absence of such an employing unit, from 21 such individual, in a civil action; provided proceedings therefor are 22 instituted within three months after the date on which such 23 contributions are payable. General rules shall be prescribed 24 whereby such an employing unit may recover the amount of such 25 contributions from such individuals in the same manner as if it were 26 the employer.

(5) Every employer who has elected to become an employer
subject to this chapter (R.S.43:21-1 et seq.), or to cease to be an
employer subject to this chapter (R.S.43:21-1 et seq.), pursuant to
the provisions of R.S.43:21-8, shall post and maintain printed
notices of such election on his premises, of such design, in such
numbers, and at such places as the director may determine to be
necessary to give notice thereof to persons in his service.

34 (6) Contributions by workers, payable to the controller as herein
35 provided, shall be exempt from garnishment, attachment, execution,
36 or any other remedy for the collection of debts.

37 (e) Contributions by employers to the State disability benefits38 fund.

39 (1) Except as hereinafter provided, each employer shall, in 40 addition to the contributions required by subsections (a), (b), and 41 (c) of this section, contribute 1/2 of 1% of the wages paid by such 42 employer to workers with respect to employment unless he is not a covered employer as defined in subsection (a) of section 3 of the 43 44 "Temporary Disability Benefits Law" (C.43:21-27 (a)), except that 45 the rate for the State of New Jersey shall be 1/10 of 1% for the 46 calendar year 1980 and for the first six months of 1981. Prior to 47 July 1, 1981 and prior to July 1 each year thereafter, the controller 48 shall review the experience accumulated in the account of the State

42

1 of New Jersey and establish a rate for the next following fiscal year 2 which, in combination with worker contributions, will produce 3 sufficient revenue to keep the account in balance; except that the 4 rate so established shall not be less than 1/10 of 1%. Such 5 contributions shall become due and be paid by the employer to the 6 controller for the State disability benefits fund as established by 7 law, in accordance with such regulations as may be prescribed, and 8 shall not be deducted, in whole or in part, from the remuneration of 9 individuals in his employ. In the payment of any contributions, a 10 fractional part of a cent shall be disregarded unless it amounts to 11 \$0.005 or more, in which case it shall be increased to \$0.01.

(2) During the continuance of coverage of a worker by an
approved private plan of disability benefits under the "Temporary
Disability Benefits Law," the employer shall be exempt from the
contributions required by paragraph (1) above with respect to wages
paid to such worker.

(3) (A) The rates of contribution as specified in paragraph (1)
above shall be subject to modification as provided herein with
respect to employer contributions due on and after July 1, 1951.

20 (B) A separate disability benefits account shall be maintained for 21 each employer required to contribute to the State disability benefits 22 fund and such account shall be credited with contributions 23 deposited in and credited to such fund with respect to employment 24 occurring on and after January 1, 1949. Each employer's account 25 shall be credited with all contributions paid on or before January 31 26 of any calendar year on his own behalf and on behalf of individuals 27 in his service with respect to employment occurring in preceding 28 calendar years; provided, however, that if January 31 of any 29 calendar year falls on a Saturday or Sunday an employer's account 30 shall be credited as of January 31 of such calendar year with all the 31 contributions which he has paid on or before the next succeeding 32 day which is not a Saturday or Sunday. But nothing in this act shall 33 be construed to grant any employer or individuals in his service 34 prior claims or rights to the amounts paid by him to the fund either 35 on his own behalf or on behalf of such individuals. Benefits paid to 36 any covered individual in accordance with Article III of the 37 "Temporary Disability Benefits Law" on or before December 31 of 38 any calendar year with respect to disability in such calendar year 39 and in preceding calendar years shall be charged against the account 40 of the employer by whom such individual was employed at the 41 commencement of such disability or by whom he was last 42 employed, if out of employment.

43 (C) The controller may prescribe regulations for the 44 establishment, maintenance, and dissolution of joint accounts by 45 two or more employers, and shall, in accordance with such 46 regulations and upon application by two or more employers to 47 establish such an account, or to merge their several individual accounts in a joint account, maintain such joint account as if it
 constituted a single employer's account.

3 (D) Prior to July 1 of each calendar year, the controller shall 4 make a preliminary determination of the rate of contribution for the 5 12 months commencing on such July 1 for each employer subject to 6 the contribution requirements of this subsection (e).

(1) Such preliminary rate shall be 1/2 of 1% unless on the
preceding January 31 of such year such employer shall have been a
covered employer who has paid contributions to the State disability
benefits fund with respect to employment in the three calendar
years immediately preceding such year.

(2) If the minimum requirements in subparagraph (D) (1) above
have been fulfilled and the credited contributions exceed the
benefits charged by more than \$500.00, such preliminary rate shall
be as follows:

(i) 2/10 of 1% if such excess over \$500.00 exceeds 1% but is
less than 1 1/4% of his average annual payroll as defined in this
chapter (R.S.43:21-1 et seq.);

(ii) 15/100 of 1% if such excess over \$500.00 equals or exceeds
1 1/4% but is less than 1 1/2% of his average annual payroll;

21 (iii) 1/10 of 1% if such excess over \$500.00 equals or exceeds 1
22 1/2% of his average annual payroll.

(3) If the minimum requirements in subparagraph (D) (1) above
have been fulfilled and the contributions credited exceed the
benefits charged but by not more than \$500.00 plus 1% of his
average annual payroll, or if the benefits charged exceed the
contributions credited but by not more than \$500.00, the
preliminary rate shall be 1/4 of 1%.

(4) If the minimum requirements in subparagraph (D) (1) above
have been fulfilled and the benefits charged exceed the
contributions credited by more than \$500.00, such preliminary rate
shall be as follows:

33 (i) 35/100 of 1% if such excess over \$500.00 is less than 1/4 of
34 1% of his average annual payroll;

(ii) 45/100 of 1% if such excess over \$500.00 equals or exceeds
1/4 of 1% but is less than 1/2 of 1% of his average annual payroll;

(iii) 55/100 of 1% if such excess over \$500.00 equals or exceeds
1/2 of 1% but is less than 3/4 of 1% of his average annual payroll;

39 (iv) 65/100 of 1% if such excess over \$500.00 equals or exceeds
40 3/4 of 1% but is less than 1% of his average annual payroll;

41 (v) 75/100 of 1% if such excess over \$500.00 equals or exceeds
42 1% of his average annual payroll.

(5) Determination of the preliminary rate as specified in
subparagraphs (D)(2), (3) and (4) above shall be subject, however,
to the condition that it shall in no event be decreased by more than
1/10 of 1% of wages or increased by more than 2/10 of 1% of
wages from the preliminary rate determined for the preceding year

in accordance with subparagraph (D) (1), (2), (3) or (4), whichevershall have been applicable.

3 (E) (1) Prior to July 1 of each calendar year the controller shall 4 determine the amount of the State disability benefits fund as of 5 December 31 of the preceding calendar year, increased by the 6 contributions paid thereto during January of the current calendar 7 year with respect to employment occurring in the preceding 8 calendar year. If such amount exceeds the net amount withdrawn 9 from the unemployment trust fund pursuant to section 23 of the 10 "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-47) 11 plus the amount at the end of such preceding calendar year of the 12 unemployment disability account as defined in section 22 of said 13 law (C.43:21-46), such excess shall be expressed as a percentage of 14 the wages on which contributions were paid to the State disability 15 benefits fund on or before January 31 with respect to employment 16 in the preceding calendar year.

(2) The controller shall then make a final determination of the
rates of contribution for the 12 months commencing July 1 of such
year for employers whose preliminary rates are determined as
provided in subparagraph (D) hereof, as follows:

21 the percentage determined in accordance (i) If with subparagraph (E)(1) of this paragraph equals or exceeds $1 \frac{1}{4\%}$, the 22 23 final employer rates shall be the preliminary rates determined as 24 provided in subparagraph (D) hereof, except that if the employer's 25 preliminary rate is determined as provided in subparagraph (D)(2) 26 or subparagraph (D)(3) hereof, the final employer rate shall be the 27 preliminary employer rate decreased by such percentage of excess 28 taken to the nearest 5/100 of 1%, but in no case shall such final rate 29 be less than 1/10 of 1%.

30 (ii) If the percentage determined in accordance with
31 subparagraph (E)(1) of this paragraph equals or exceeds 3/4 of 1%
32 and is less than 1 1/4 of 1%, the final employer rates shall be the
33 preliminary employer rates.

34 (iii) If the percentage determined in accordance with 35 subparagraph (E)(1) of this paragraph is less than 3/4 of 1%, but in excess of 1/4 of 1%, the final employer rates shall be the 36 37 preliminary employer rates determined as provided in subparagraph 38 (D) hereof increased by the difference between 3/4 of 1% and such 39 percentage taken to the nearest 5/100 of 1%; provided, however, 40 that no such final rate shall be more than 1/4 of 1% in the case of an 41 employer whose preliminary rate is determined as provided in 42 subparagraph (D)(2) hereof, more than 1/2 of 1% in the case of an employer whose preliminary rate is determined as provided in 43 44 subparagraph (D)(1) and subparagraph (D)(3) hereof, nor more than 45 3/4 of 1% in the case of an employer whose preliminary rate is 46 determined as provided in subparagraph (D)(4) hereof.

47 (iv) If the amount of the State disability benefits fund determined48 as provided in subparagraph (E)(1) of this paragraph is equal to or

less than 1/4 of 1%, then the final rate shall be 2/5 of 1% in the case

1

2 of an employer whose preliminary rate is determined as provided in 3 subparagraph (D)(2) hereof, 7/10 of 1% in the case of an employer 4 whose preliminary rate is determined as provided in subparagraph 5 (D)(1) and subparagraph (D)(3) hereof, and 1.1% in the case of an 6 employer whose preliminary rate is determined as provided in 7 subparagraph (D)(4) hereof. Notwithstanding any other provision of 8 law or any determination made by the controller with respect to any 9 12-month period commencing on July 1, 1970, the final rates for all 10 employers for the period beginning January 1, 1971, shall be as set 11 forth herein. 12 (F) Notwithstanding any other provisions of this subsection (e), 13 the rate of contribution paid to the State disability benefits fund by 14 each covered employer as defined in paragraph (1) of subsection (a) 15 of section 3 of P.L.1948, c.110 (C.43:21-27), shall be determined as 16 if: 17 (i) No disability benefits have been paid with respect to periods 18 of family temporary disability leave; 19 (ii) No worker paid any contributions to the State disability 20 benefits fund pursuant to paragraph (1)(G)(ii) ¹[or paragraph] 21 (1)(G)(iii)]¹ of subsection (d) of this section; [and] 22 (iii) No amounts were transferred from the State disability 23 benefits fund to the "Family Temporary Disability Leave Account" 24 pursuant to paragraph (1)(G)(ii) of subsection (d) of this section; 25 and 26 (iv) The total amount of benefits paid for periods of ¹[pregnancy] temporary]¹ disability were not subject to the increases in the 27 weekly benefit rate for those benefits commencing July 1, ¹[2019] 28 2020¹ pursuant to section 16 of P.L.1948, c.110 (C.43:21-40). 29 30 (cf: P.L.2017, c.138. s.1) 31 32 **1**[4.] <u>7.</u>1 Section 2 of P.L.1948, c.110 (C.43:21-26) is 33 amended to read as follows: 34 Purpose. This act shall be liberally construed as remedial 2. legislation enacted upon the following declarations of public policy 35 36 and legislative findings of fact: 37 The public policy of this State, already established, is to protect 38 employees against the suffering and hardship generally caused by 39 involuntary unemployment. But the "unemployment compensation 40 law" provides benefit payments to replace wage loss caused by 41 involuntary unemployment only so long as an individual is "able to 42 work, and is available for work," and fails to provide any protection 43 against wage loss suffered because of inability to perform the duties 44 of a job interrupted by nonoccupational illness, injury, or other 45 disability of the individual or of members of the individual's family. 46 Nor is there any other comprehensive and systematic provision for

the protection of working people against loss of earnings due to a
 nonoccupational sickness, accident, or other disability.

3 The prevalence and incidence of nonoccupational sickness, 4 accident, and other disability among employed people is greatest 5 among the lower income groups, who either cannot or will not 6 voluntarily provide out of their own resources against the hazard of 7 an earnings loss caused by nonoccupational sickness, accident, or 8 other disability. Disabling sickness or accident occurs throughout 9 the working population at one time or another, and approximately 10 fifteen per centum (15%) of the number of people at work may be 11 expected to suffer disabling illness of more than one week each 12 year.

13 It was found, prior to the enactment of the "Temporary Disability 14 Benefits Law," P.L.1948, c.110 (C.43:21-25 et al.), that then 15 existing voluntary plans for the payment of cash sickness benefits 16 covered less than one-half of the number of working people of this 17 State who were covered by the "unemployment compensation law," 18 and that even that degree of voluntary protection afforded uneven, 19 unequal and sometimes uncertain protection among the various 20 voluntary benefit programs.

21 While the enactment of that law has provided stable protection 22 for New Jersey's disabled workers, very few workers are protected 23 from income losses caused by the need to take time off from work 24 to care for family members who are incapable of self-care, 25 including newborn and newly-adopted children. The growing 26 portion of middle-income families in which all adult family 27 members work, largely due to economic necessity, points to the 28 desperate need for replacement income when a working family 29 member must take time to care for family members who are unable 30 to take care of themselves. Moreover, the United States is the only 31 industrialized nation in the world which does not have a mandatory 32 workplace-based program for such income support. It is therefore 33 desirable and necessary to fill the gap in existing provisions for 34 protection against the loss of earnings caused by involuntary 35 unemployment, by extending such protection to meet the hazard of earnings loss due to inability to work caused by nonoccupational 36 37 sickness, accidents, or other disabilities of workers and members of 38 their families. Developing systems that help families adapt to the 39 competing interests of work and home not only benefits workers, 40 but also benefits employers by reducing employee turnover and 41 increasing worker productivity.

The foregoing facts and considerations require that there be a uniform minimum program providing in a systematic manner for the payment of reasonable benefits to replace partially such earnings loss and to meet the continuing need for benefits where an individual becomes disabled during unemployment or needs to care for family members incapable of self-care. In order to maintain consumer purchasing power, relieve the serious menace to health,

1 morals and welfare of the people caused by insecurity and the loss 2 of earnings, to reduce the necessity for public relief of needy 3 persons, to increase workplace productivity and alleviate the 4 enormous and growing stress on working families of balancing the 5 demands of work and family needs, and in the interest of the health, 6 welfare and security of the people of this State, such a system, 7 enacted under the police power, is hereby established, requiring the 8 payment of reasonable cash benefits to eligible individuals who are 9 subject to accident or illness which is not compensable under the 10 worker's compensation law or who need to care for family members 11 incapable of self-care.

12 While the Legislature recognizes the pressing need for benefits 13 for workers taking leave to care for family members incapable of 14 self-care, it also finds that the need of workers for leave during their own disability continues to be especially acute, as a disabled worker 15 16 has less discretion about taking time off from work than a worker 17 caring for a family member. Notwithstanding any interpretation of 18 law which may be construed as providing a worker with rights to 19 take action against an employer who fails or refuses to restore the 20 worker to employment after the worker's own disability, the 21 Legislature does not intend that the policy established by P.L.2008, 22 c.17 (C.43:21-39.1 et al.) of providing benefits for workers during 23 periods of family temporary disability leave to care for family 24 members incapable of self-care be construed as granting any worker 25 an entitlement to be restored by the employer to employment held 26 by the worker prior to taking family temporary disability leave or 27 any right to take action, in tort, or for breach of an implied 28 provision of the employment agreement, or under common law, 29 against an employer who fails or refuses to restore the worker to 30 employment after the family temporary disability leave, and the 31 Legislature does not intend that the policy of providing benefits 32 during family temporary disability leave be construed as increasing, 33 reducing or otherwise modifying any entitlement of a worker to 34 return to employment or right of the worker to take action under the 35 provisions of the "Family Leave Act," P.L.1989, c.261 (C.34:11B-36 1 et seq.), or the federal "Family and Medical Leave Act of 1993," 37 Pub.L.103-3 (29 U.S.C. s.2601 et seq.)].

38 Since the enactment of the "Temporary Disability Benefits Law," 39 P.L.1948, c.110 (C.43:21-25 et al.), the State government-operated 40 State temporary disability benefits plan, or "State plan," has proven 41 to be highly efficient and cost effective in providing temporary 42 disability benefits to New Jersey workers. The State plan 43 guarantees the availability of coverage for all employers, regardless 44 of experience, with low overhead costs and a rapid processing of 45 claims and appeals by knowledgeable, impartial public employees. 46 Consequently, the percentage of all employers using the State plan 47 increased from 64% in 1952 to 98% in 2006, while the percentage 48 of employees covered by the State plan increased from 28% to 83%.

1 A publicly-operated, nonprofit State plan is therefore indispensable 2 to achieving the goals of the "Temporary Disability Benefits Law," 3 P.L.1948, c.110 (C.43:21-25 et al.). 4 (cf: P.L.2008, c.17, s.1) 5 ¹[5.]<u>8.</u>¹ Section 3 of P.L.1948, c.110 (C.43:21-27) is 6 7 amended to read as follows: 8 3. As used in this act, unless the context clearly requires 9 otherwise: 10 (a) (1) "Covered employer" means, with respect to whether an 11 employer is required to provide benefits during an employee's own 12 disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any 13 individual or type of organization, including any partnership, 14 association, trust, estate, joint-stock company, insurance company 15 or corporation, whether domestic or foreign, or the receiver, trustee in bankruptcy, trustee or successor thereof, or the legal 16 17 representative of a deceased person, who is an employer subject to 18 the "unemployment compensation law" (R.S.43:21-1 et seq.), 19 except the State, its political subdivisions, and any instrumentality 20 of the State unless such governmental entity elects to become a 21 covered employer pursuant to paragraph (2) of this subsection (a); 22 provided, however, that commencing with the effective date of this 23 act, the State of New Jersey, including Rutgers, The State 24 University and the New Jersey Institute of Technology, shall be 25 deemed a covered employer, as defined herein. 26 "Covered employer" means, after June 30, 2009, with respect to

27 whether the employer is an employer whose employees are eligible 28 for benefits during periods of family temporary disability leave 29 pursuant to P.L.1948, c.110 (C.43:21-25 et al.), and, after December 30 31, 2008, whether employees of the employer are required to make 31 contributions pursuant to R.S.43:21-7(d)(1)(G)(ii), any individual 32 or type of organization, including any partnership, association, 33 trust, estate, joint-stock company, insurance company or domestic 34 or foreign corporation, or the receiver, trustee in bankruptcy, trustee 35 or successor thereof, or the legal representative of a deceased 36 person, who is an employer subject to the "unemployment 37 law" (R.S.43:21-1 et seq.), compensation including any 38 governmental entity or instrumentality which is an employer under 39 R.S.43:21-19(h)(5), notwithstanding that the governmental entity or 40 instrumentality has not elected to be a covered employer pursuant to 41 paragraph (2) of this subsection (a).

42 (2) Any governmental entity or instrumentality which is an 43 employer under R.S.43:21-19(h)(5) may, with respect to the 44 provision of benefits during an employee's own disability pursuant 45 to P.L.1948, c.110 (C.43:21-25 et al.), elect to become a "covered 46 employer" under this subsection beginning with the date on which 47 its coverage under R.S.43:21-19(h)(5) begins or as of January 1 of 48 any year thereafter by filing written notice of such election with the division within at least 30 days of the effective date. Such election shall remain in effect for at least two full calendar years and may be terminated as of January 1 of any year thereafter by filing with the division a written notice of termination at least 30 days prior to the termination date.

6 (b) (1) "Covered individual" means, with respect to whether an 7 individual is eligible for benefits during an individual's own 8 disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any 9 person who is in employment, as defined in the "unemployment 10 compensation law" (R.S.43:21-1 et seq.), for which the individual is 11 entitled to remuneration from a covered employer, or who has been 12 out of such employment for less than two weeks, except that a 13 "covered individual" who is employed by the State of New Jersey, 14 including Rutgers, The State University or the New Jersey Institute 15 of Technology, or by any governmental entity or instrumentality 16 which elects to become a "covered employer" pursuant to ¹[this amendatory act, P.L.1948. c.110 (C.43:21-25 et al.) prior to July 1, 17 18 2019^{1} shall not be eligible to receive any benefits under the "Temporary Disability Benefits Law" until such individual has 19 exhausted all sick leave accumulated as an employee in the 20 21 classified service of the State or accumulated under terms and 22 conditions similar to classified employees or accumulated under the 23 terms and conditions pursuant to the laws of this State or as the 24 result of a negotiated contract with any governmental entity or instrumentality which elects to become a "covered employer"¹; and, 25 26 after June 30, 2019 may be required, prior to receiving any benefits under the "Temporary Disability Benefits Law," to use up to two 27 weeks of sick leave accumulated as an employee in the classified 28 29 service of the State or accumulated under terms and conditions 30 similar to classified employees or accumulated under the terms and 31 conditions pursuant to the laws of this State or as the result of a 32 negotiated contract with any governmental entity or instrumentality which elects to become a "covered employer," except that the 33 34 individual shall not be required to use the individual's last week's 35 worth of accumulated sick time before receiving the benefits¹.

"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.

41 (2) "Covered individual" means, with respect to whether an 42 individual is eligible for benefits during the individual's period of 43 family temporary disability leave pursuant to P.L.1948, c.110 44 (C.43:21-25 et al.), any individual who is in employment, as 45 defined in the "unemployment compensation law" (R.S.43:21-1 et 46 seq.), for which the individual is entitled to remuneration from a

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covered employer, or who has been out of that employment for less
 than two weeks.

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

8 (d) "Day" shall mean a full calendar day beginning and ending9 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:

17 (1) The entire period of time during which the covered 18 individual is continuously and totally unable to perform the duties 19 of the covered individual's employment because of the covered 20 individual's own disability, except that two periods of disability due to the same or related cause or condition and separated by a period 21 22 of not more than 14 days shall be considered as one continuous 23 period of disability; provided the individual has earned wages 24 during such 14-day period with the employer who was the 25 individual's last employer immediately preceding the first period of 26 disability; and

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

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

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

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

36 (3) (Deleted by amendment, P.L.2013, c.221).

37 (4) "Base week" with respect to periods of disability commencing on or after January 1, 2001, means any calendar week 38 39 of a covered individual's base year during which the covered 40 individual earned in employment from a covered employer 41 remuneration not less than an amount 20 times the minimum wage 42 in effect pursuant to section 5 of P.L.1966, c.113 (C.34:11-56a4) on 43 October 1 of the calendar year preceding the calendar year in which 44 the benefit year commences, which amount shall be adjusted to the 45 next higher multiple of \$1.00 if not already a multiple thereof, 46 except that if in any calendar week an individual subject to this 47 paragraph is in employment with more than one employer, the 48 covered individual may in that calendar week establish a base week

with respect to each of the employers from whom the covered
 individual earns remuneration equal to not less than the amount
 defined in this paragraph during that week.

4 (5) In the case of an individual who is laid off or furloughed by 5 an employer curtailing operations because of a state of emergency declared after October 22, 2012, any week in which the individual 6 7 is separated from employment due to that layoff or furlough, up to a 8 maximum of 13 weeks, shall be regarded as a week which is a "base 9 week" for the purpose of determining whether the individual 10 becomes eligible for benefits pursuant to subsection (d) or (e) of 11 section 17 of P.L.1948, c.110 (C.43:21-41), but shall not be 12 regarded as a base week when calculating the "average weekly 13 wage" pursuant to subsection (j) of this section.

14 (j) (1) "Average weekly wage" means¹, with respect to the payment of benefits commencing before ³ [January 1, 2019,¹] the 15 effective date of P.L., c. (C.) (pending before the Legislature 16 as this bill),³ the amount derived by dividing a covered individual's 17 18 total wages earned from the individual's most recent covered 19 employer during the base weeks in the eight calendar weeks 20 immediately preceding the calendar week in which a period of 21 disability commenced, ¹[or in which the individual submits a claim 22 for the benefits pursuant to subsection h. of section 10 of P.L.2008, 23 c.17 (C.43:21-39.1) or paragraph (3) of subsection (a) of section 25 of P.L.1948, c.110 (C.43:21-49), ¹ by the number of such base 24 25 weeks¹, and, with respect to the payment of benefits commencing on or after ³ [January 1, 2019¹] the effective date of P.L. 26 c. (C.) (pending before the Legislature as this bill)³, the amount 27 28 derived by dividing a covered individual's total wages earned from 29 the individual's most recent covered employer during the base 30 weeks in the base year immediately preceding the calendar week in 31 which a period of disability commenced, or in which the individual 32 submits a claim for the benefits pursuant to subsection h. of section 33 10 of P.L.2008, c.17 (C.43:21-39.1) or paragraph (3) of subsection 34 (a) of section 25 of P.L.1948, c.110 (C.43:21-49), by the number of 35 <u>base weeks</u>¹. 36 (2) ¹[If] <u>With respect to the payment of benefits commencing</u> before ³ January 1, 2019¹ the effective date of P.L., c. (C.) 37 (pending before the Legislature as this bill)³, if¹ the computation in 38

39 paragraph (1) of this subsection (j) yields a result which is less than 40 the individual's average weekly earnings in employment with all 41 covered employers during the base weeks in such eight calendar 42 weeks, then the average weekly wage shall be computed on the 43 basis of earnings from all covered employers during the base weeks 44 in the eight calendar weeks immediately preceding the week in 45 which the period of disability commenced¹[, or in which the 46 individual submits a claim for the benefits pursuant to subsection h. 47 of section 10 of P.L.2008, c.17 (C.43:21-39.1) or paragraph (3) of

1 subsection (a) of section 25 of P.L.1948, c.110 (C.43:21-49)], and, 2 with respect to the payment of benefits commencing on or after 3 ³[January 1, 2019¹] the effective date of P.L. , c. (C.) (pending before the Legislature as this bill)³, if the computation in 4 paragraph (1) of this subsection (j) yields a result which is less than 5 6 the individual's average weekly earnings in employment with all 7 covered employers during the base weeks in the base year, then the 8 average weekly wage shall be computed on the basis of earnings 9 from all covered employers during the base weeks in the base year 10 immediately preceding the week in which the period of disability 11 commences, or in which the individual submits a claim for the 12 benefits pursuant to subsection h. of section 10 of P.L.2008, c.17 13 (C.43:21-39.1) or paragraph (3) of subsection (a) of section 25 of P.L.1948, c.110 (C.43:21-49)¹. 14 15 (3) For periods of disability commencing on or after July 1, 2009 ¹and before ³ [January 1, 2019¹] the effective date of P.L. 16 c. (C.) (pending before the Legislature as this bill)³, if the 17 computations in paragraphs (1) and (2) of this subsection (j) both 18 19 yield a result which is less than the individual's average weekly earnings in employment with all covered employers during the base 20 21 weeks in the 26 calendar weeks immediately preceding the week in which the period of disability commenced, ¹[or in which the 22 23 individual submits a claim for the benefits pursuant to subsection h. 24 of section 10 of P.L.2008, c.17 (C.43:21-39.1) or paragraph (3) of 25 subsection (a) of section 25 of P.L.1948, c.110 (C.43:21-49), **]**¹ then 26 the average weekly wage shall, upon a written request to the 27 department by the individual on a form provided by the department, 28 be computed by the department on the basis of earnings from all 29 covered employers of the individual during the base weeks in those 30 26 calendar weeks, and, in the case of a claim for benefits from a 31 private plan, that computation of the average weekly wage shall be 32 provided by the department to the individual and the individual's 33 employer. 34 When determining the "average weekly wage" with respect to a 35 period of family temporary disability leave for an individual who has a period of family temporary disability immediately after the 36 37 individual has a period of disability for the individual's own 38 disability, the period of disability is deemed to have commenced at 39 the beginning of the period of disability for the individual's own 40 disability, not the period of family temporary disability. 41 (k) "Child" means a biological, adopted, or foster child, 42 stepchild or legal ward of a covered individual, child of a domestic 43 partner of the covered individual, or child of a civil union partner of 44 the covered individual, [who is less than 19 years of age or is 19 45 years of age or older but incapable of self-care because of mental or

physical impairment **]** including a child who becomes the child of a 46

1 parent pursuant to a valid written agreement between the parent and 2 a gestational carrier. 3 (1) "Domestic partner" means a domestic partner as defined in 4 section 3 of P.L.2003, c.246 (C.26:8A-3). 5 (m) "Civil union" means a civil union as defined in section 2 of 6 P.L.2006, c.103 (C.37:1-29). 7 (n) "Family member" means a sibling, grandparent, grandchild, 8 child, spouse, domestic partner, civil union partner, parent-in-law, 9 or parent of a covered individual, or any other individual related by 10 blood to the employee, and any other individual ¹[whose] that the employee shows to have a¹ close association with the employee 11 ¹which¹ is the equivalent of a family relationship. 12 13 (o) "Family temporary disability leave" means leave taken by a 14 covered individual from work with an employer to: 15 (1) participate in the providing of care, as defined in the "Family 16 Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.) and regulations 17 adopted pursuant to that act, for a family member of the individual 18 made necessary by a serious health condition of the family member; 19 [or] 20 (2) be with a child during the first 12 months after the child's 21 birth, if the individual, or the domestic partner or civil union partner 22 of the individual, is a biological parent of the child, or is a parent of 23 the child pursuant to a valid gestational carrier agreement, or the 24 first 12 months after the placement of the child for adoption or as a 25 foster child with the individual; or 26 (3) engage in activities for which unpaid leave may be taken 27 pursuant to section 3 of the "New Jersey Security and Financial Empowerment Act," P.L.2013, c.82 (C.34:11C-3), on the 28 29 individual's own behalf, if the individual is a victim of an incident 30 of domestic violence a sexually violent offense, or to assist a family 31 member of the individual who has been a victim of an incident of domestic violence a sexually violent offense, provided that any time 32 33 taken by an individual who has been a victim of an incident of 34 domestic violence a sexually violent offense for which the 35 individual receives benefits for a disability caused by the violence 36 or offense shall be regarded as a period of disability of the 37 individual and not as a period of family temporary disability leave. 38 "Family temporary disability leave" does not include any period 39 of time in which a covered individual is paid benefits pursuant to 40 P.L.1948, c.110 (C.43:21-25 et al.) because the individual is unable 41 to perform the duties of the individual's employment due to the 42 individual's own disability. 43 (p) "Health care provider" means a health care provider as 44 defined in the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et 45 seq.), and any regulations adopted pursuant to that act. 46 (q) "Parent of a covered individual" means a biological parent, 47 foster parent, adoptive parent, or stepparent of the covered 48 individual or a person who was a legal guardian of the covered

54

1 individual when the covered individual was a child, or who became the parent of the ¹[child] covered individual¹ pursuant to a valid 2 written agreement between the parent and a gestational carrier. 3 (r) "Placement for adoption" means the time when a covered 4 5 individual adopts a child or becomes responsible for a child pending adoption by the covered individual. 6 7 (s) "Serious health condition" means an illness, injury, 8 impairment or physical or mental condition which requires: inpatient care in a hospital, hospice, or residential medical care 9 facility; or continuing medical treatment or continuing supervision 10 11 by a health care provider. 12 (t) "12-month period" means, with respect to an individual who 13 establishes a valid claim for disability benefits during a period of 14 family temporary disability leave, the 365 consecutive days that 15 begin with the first day that the individual first establishes the 16 claim. 17 (u) "State of emergency" means a natural or man-made disaster 18 or emergency for which a state of emergency has been declared by 19 the President of the United States or the Governor, or for which a 20 state of emergency has been declared by a municipal emergency 21 management coordinator. 22 ¹(v) "Base year" with respect to benefit years commencing on or after ³[January 1, 2019¹] the effective date of P.L. , c. (C.) 23 (pending before the Legislature as this bill)³, means the first four of 24 the last five completed calendar quarters immediately preceding the 25 26 period of disability, except that, if the individual does not have sufficient qualifying weeks or wages in the individual's base year to 27 qualify for benefits, the individual shall have the option of 28 29 designating that the individual's base year shall be the "alternative 30 base year," which means the last four completed calendar quarters immediately preceding the period of disability; and except that if 31 the individual also does not have sufficient qualifying weeks or 32 33 wages in the last four completed calendar quarters immediately preceding the period of disability, "alternative base year" means the 34 35 last three completed calendar quarters immediately preceding the 36 individual's benefit year and, of the calendar quarter in which the 37 period of disability commences, the portion of the quarter which occurs before the commencing the period of disability. The 38 39 division shall inform the individual of the individual's options 40 under this subsection. If information regarding weeks and wages 41 for the calendar quarter or quarters immediately preceding the 42 period of disability is not available to the division from the regular 43 quarterly reports of wage information and the division is not able to 44 obtain the information using other means pursuant to State or 45 federal law, the division may base the determination of eligibility 46 for benefits on the affidavit of an individual with respect to weeks 47 and wages for that calendar quarter. The individual shall furnish payroll documentation, if available, in support of the affidavit. A 48

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1 determination of benefits based on an alternative base year shall be 2 adjusted when the quarterly report of wage information from the 3 employer is received if that information causes a change in the 4 determination.¹ (cf: P.L.2018, c.128, s.1) 5 6 7 ¹9. Section 8 of P.L.1948, c.110 (C.43:21-32) is amended to 8 read as follows: 9 8. Establishment of private plans. Any covered employer may 10 establish a private plan for the payment of disability benefits in lieu 11 of the benefits of the State plan hereinafter established. Benefits 12 under such a private plan may be provided by a contract of 13 insurance issued by an insurer duly authorized and admitted to do 14 business in this State, or by an agreement between the employer and 15 a union or association representing his employees, or by a specific 16 undertaking by the employer as a self-insurer. Subject to the 17 insurance laws of this State, such a contract of insurance may be 18 between the insurer and the employer; or may be between the 19 insurer and two or more employers, acting for the purpose through a 20 nominee, designee or trustee; or may be between the insurer and the 21 union or association with which the employer has an agreement 22 with respect thereto. Each such private plan shall be submitted in 23 detail to the Division of Employment Security and shall be 24 approved by the division, to take effect as of the first day of the 25 calendar quarter next following, or as of an earlier date if requested 26 by the employer and approved by the Division of Employment 27 Security, if it finds that: (a) all of the employees of the employer are to be covered under 28 29 the provisions of such plan with respect to any disability 30 commencing after the effective date of such plan, except as 31 otherwise provided in this section; and 32 (b) eligibility requirements for benefits are no more restrictive 33 than as provided in this act for benefits payable by the State plan; 34 and 35 (c) the weekly benefits payable under such plan for any week of 36 disability are at least equal to the weekly benefit amount payable by 37 the State plan, taking into consideration any coverage with respect to concurrent employment by another employer, and the total 38 39 number of weeks of disability for which benefits are payable under 40 such plan is at least equal to the total number of weeks for which 41 benefits would have been payable by the State plan; and 42 (d) no greater amount is required to be paid by employees toward the cost of benefits than that prescribed by law as the 43 44 amount of worker contribution to the State disability benefits fund 45 for covered individuals under the State plan; and 46 (e) coverage is continued under the plan while an employee 47 remains a covered individual as defined in section three of this act, 48 but not after the employee may become employed by another

employer following termination of employment to which the plan

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2 relates; (f) ²<u>if the employees are subject to the provisions of a collective</u> 3 bargaining agreement,² a majority of the employees to be covered 4 5 by the plan have or shall have agreed to the plan prior to the 6 effective date thereof, if employees are required to contribute to the cost of the private plan ²and the collective bargaining agreement 7 does not expressly waive the employees' right to a majority election 8 9 <u>as a condition for the private plan²</u>, as provided in section [nine] $\underline{9}$ 10 of P.L.1948, c.110 (C.43:21-33). 11 Subject to the approval of the Division of Employment Security, 12 any such private plan may exclude a class or classes of employees, 13 except a class or classes determined by the age, sex or race of the 14 employees, or by the wages paid such employees, the exclusion of 15 which, in the opinion of the division, will result in a substantial 16 selection of risk adverse to the State plan. Covered individuals so 17 excluded shall be covered by the State plan and subject to the 18 employee contribution required by law to be paid into the State 19 disability benefits fund. ²Notice, in a form approved by the director, of the benefits 20 21 provided by the private plan shall be furnished to the covered 22 employees by the employer by a conspicuous and continuing 23 posting at the place of employment, and by personal notice to each 24 employee at the time of the establishment of the private plan, at any 25 subsequent time of hire, and within three business days of when the 26 employer knows or should know that the employee may have a need 27 for disability benefits or family temporary disability benefits. This 28 notice shall reflect current rates, eligibility requirements, benefit 29 entitlements, and rights of the employees under a private plan 30 pursuant to the provisions of P.L.1948, c.110 (C.43:21-25 et seq.), 31 including appeal rights to the division, and shall include contact information for the private plan and instructions as to how to file 32 33 for benefits with the private plan.² 34 The division shall permit any application for approval by the 35 division of a private plan to be submitted to the division by means of electronic communication, and permit the use of an electronic 36 37 signature for any signature required in the application, as the term 38 electronic signature is defined in section 2 of P.L.2001, c.116, 39 (C.12A:12-2).¹ (cf: P.L.1953, c.426, s.1) 40 41 ¹[6. Section 11 of P.L.1948, c.110 (C.43:21-35) is amended to 42 43 read as follows: 44 11. (a) If the division is furnished satisfactory evidence that a 45 majority of the employees covered by an approved private plan 46 have made election in writing to discontinue such plan, the division 47 shall withdraw its approval of such plan effective at the end of the

57

1 calendar quarter next succeeding that in which such evidence is 2 furnished. Upon receipt of a petition therefor signed by not less 3 than 10% of the employees covered by an approved private plan, 4 the division shall require the employer upon 30 days' written notice 5 to conduct an election by ballot in writing to determine whether or 6 not a majority of the employees covered by such private plan favor 7 discontinuance thereof; provided, that such election shall not be 8 required more often than once in any 12-month period.

9 (b) Unless sooner permitted, for cause, by the division, no 10 approved private plan shall be terminated by an employer, in whole 11 or in part, until at least 30 days after written notice of intention so 12 to do has been given by the employer to the division and after 13 notices are conspicuously posted so as reasonably to assure their 14 being seen, or after individual notices are given to the employees 15 concerned.

16 (c) The division may, after notice and hearing, withdraw its 17 approval of any approved private plan if it finds that there is danger 18 that the benefits accrued or to accrue will not be paid, that the 19 security for such payment is insufficient, or for other good cause 20 shown. No employer, and no union or association representing 21 employees, shall so administer or apply the provisions of an 22 approved private plan as to derive any profit therefrom. The 23 division may withdraw its approval from any private plan which is 24 administered or applied in violation of this provision.

25 (d) No termination of an approved private plan shall affect the 26 payment of benefits, in accordance with the provisions of the plan, 27 to employees whose period of disability commenced prior to the 28 date of termination. Employees who have ceased to be covered by 29 an approved private plan because of its termination shall, subject to 30 the limitations and restrictions of this act, become eligible forthwith 31 for benefits from the State Disability Benefits Fund for a period of 32 disability commencing after such cessation, and contributions with 33 respect to their wages shall immediately become payable as 34 otherwise provided by law. Any withdrawal of approval of a 35 private plan pursuant to this section shall be reviewable by writ of 36 certiorari or by such other procedure as may be provided by law. 37 With respect to a period of family temporary disability leave 38 immediately after the individual has a period of disability during the 39 individual's own disability, the period of disability is deemed, for 40 the purposes of determining whether the period of disability 41 commenced prior to the date of the termination, to have commenced 42 at the beginning of the period of disability during the individual's 43 own disability, not the period of family temporary disability leave.

(e) Anything in this act to the contrary notwithstanding, a
covered employer who, under an approved private plan, is
providing benefits at least equal to those required by the State plan,
may modify the benefits under the private plan so as to provide
benefits not less than the benefits required by the State plan.

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1 Individuals covered under a private plan shall not be required to 2 contribute to the plan at a rate exceeding 3/4 of 1% of the amount of 3 "wages" established for any calendar year under the provisions of 4 R.S.43:21-7(b) prior to January 1, 1975, and 1/2 of 1% for calendar 5 years beginning on or after January 1, 1975 and before January 1, 6 2009. For a calendar year beginning on or after January 1, 2009 and 7 before January 1, 2012: an employer providing a private plan only 8 for benefits for employees during their own disabilities may require 9 the employees to contribute to the plan at a rate not exceeding 0.5%10 of the amount of "wages" established for the calendar year under 11 the provisions of R.S.43:21-7(b); an employer providing a private 12 plan only for benefits for employees during periods of family temporary disability may require the individuals covered by the 13 14 private plan to contribute an amount not exceeding the amount the individuals would pay pursuant to R.S.43:21-7(d)(1)(G)(ii); an 15 16 employer providing a private plan both for benefits for employees 17 during their own disabilities and for benefits during periods of 18 family temporary disability may require the employees to contribute 19 to the plan at a rate not exceeding 0.5% of the amount of "wages" 20 established for the calendar year under the provisions of R.S.43:21-21 7(b) plus an additional amount not exceeding the amount the 22 individuals would pay pursuant to R.S.43:21-7(d)(1)(G)(ii). For a 23 calendar year beginning on or after January 1, 2012: an employer 24 providing a private plan only for benefits for employees during their 25 own disabilities may require the employees to contribute to the plan 26 at a rate not exceeding the amount the individuals would pay 27 pursuant to R.S.43:21-7(d)(1)(G)(i) and R.S.43:21-7(d)(1)(G)(iii); 28 an employer providing a private plan only for benefits for 29 employees during periods of family temporary disability may 30 require the individuals covered by the private plan to contribute an 31 amount not exceeding the amount the individuals would pay pursuant to R.S.43:21-7(d)(1)(G)(ii); an employer providing a 32 33 private plan both for benefits for employees during their own 34 disabilities and for benefits during periods of family temporary 35 disability may require the employees to contribute to the plan an 36 amount not exceeding the amount the individuals would pay 37 pursuant to R.S.43:21-7(d)(1)(G)(i), R.S.43:21-7(d)(1)(G)(iii), and 38 R.S.43:21-7(d)(1)(G)(ii). Notification of the proposed modification 39 shall be given by the employer to the division and to the individuals 40 covered under the plan. 41 (cf: P.L.2011, c.88, s.2)]¹

42

43 *****10. Section 9 of P.L.1948, c.110 (C.43:21-33) is amended to 44 read as follows:

45 9. Election of employees; deduction of contributions. If
46 employees who are subject to the provisions of a collective
47 <u>bargaining agreement</u> are to be required to contribute toward the
48 cost of benefits under a private plan, such plan shall not become

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1 effective unless prior to the effective date a majority of the 2 employees in the class or classes to be covered thereby have agreed thereto by written election, unless the collective bargaining 3 4 agreement expressly waives the employees' right to a majority 5 election as a condition for the private plan. In the case of 6 employees not subject to a collective bargaining agreement, no 7 employee consent or written election is required for the withdrawal 8 from the State plan or the establishment of a private plan. [In such 9 event] Whether or not an election is required, the employer may 10 during the continuance of the approved private plan collect the 11 required contributions thereto by deduction from the wages paid to 12 covered individuals under such plan, which deduction may be 13 combined with that deduction required by Revised Statutes, section 14 43:21-7(d)(1) if reasonable notice is given covered individuals 15 concerning such combined deduction by the employer; provided, 16 that if any employer fails to deduct the contributions of any of his 17 employees at the time their wages are paid, or fails to make a 18 deduction therefor at the time wages are paid for the next 19 succeeding payroll period, he may not thereafter collect a 20 contribution with respect to such wages previously paid. Written 21 elections held pursuant to this section may conducted by electronic 22 communications evidenced by the electronic signature of the 23 employee, as the term electronic signature is defined in section 2 of 24 P.L.2001, c.116, (C.12A:12-2), but shall not be conducted in a 25 manner inconsistent with any applicable terms of a collective 26 bargaining agreement. 27 A covered individual shall not be entitled to any benefits from the State disability benefits fund with respect to any period of 28 29 disability commencing while he is covered under an approved private plan.² 30 31 (cf: P.L.1950, c.173, s.3) 32 ¹[7.] ²[10.¹] 11.² Section 14 of P.L.1948, c.110 (C.43:21-38) is 33 34 amended to read as follows: 35 14. With respect to any period of disability for an individual's 36 own disability commencing on or after January 1, 1953, disability 37 benefits, not in excess of an individual's maximum benefits, shall be 38 payable with respect to disability which commences while a person 39 is a covered individual under the Temporary Disability Benefits 40 Law, and shall be payable with respect to the eighth consecutive 41 day of such disability and each day thereafter that such period of 42 disability continues; and if benefits shall be payable for three consecutive weeks with respect to any period of disability 43 44 commencing on or after January 1, 1968, then benefits shall also be 45 payable with respect to the first seven days thereof. With respect to 46 any period of family temporary disability leave commencing on or 47 after July 1, 2009 and while an individual is a covered individual, family temporary disability benefits, not in excess of the 48

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1 individual's maximum benefits, shall be payable with respect to the 2 first day of leave taken after the first one-week period following the 3 commencement of the period of family temporary disability leave 4 and each subsequent day of leave during that period of family 5 temporary disability leave; and if benefits become payable on any 6 day after the first three weeks in which leave is taken, then benefits 7 shall also be payable with respect to any leave taken during the first 8 one-week period in which leave is taken. ¹With respect to any 9 period of family temporary disability leave commencing on or after 10 July 1, 2019 and while an individual is a covered individual, family temporary disability benefits, not in excess of the individual's 11 12 maximum benefits, shall be payable with respect to the first day of 13 leave taken upon the commencement of the period of family 14 temporary disability leave and each subsequent day of leave during that period of family temporary disability leave.¹ The maximum 15 total benefits payable to any eligible individual for any period of 16 disability of the individual commencing on or after January 1, 1968, 17 18 shall be either 26 times his weekly benefit amount or 1/3 of his total 19 wages in his base year, whichever is the lesser; provided that such 20 maximum amount shall be computed in the next lower multiple of 21 \$1.00 if not already a multiple thereof. The maximum total benefits 22 payable to any eligible individual for any period of family 23 temporary disability leave commencing on or after July 1, 2009 and before July 1, ¹[2019] 2020¹, shall be six times the individual's 24 25 weekly benefit amount or 1/3 of his total wages in his base year, 26 whichever is the lesser; provided that the maximum amount shall be 27 computed in the next lower multiple of \$1.00, if not already a 28 multiple thereof. The maximum total benefits payable to any 29 eligible individual for any period of family temporary disability leave commencing on or after July 1, 1[2019] 20201, shall be 30 31 twelve times the individual's weekly benefit amount; provided that the maximum amount shall be computed in the next lower multiple 32 33 of \$1.00, if not already a multiple thereof. 34 (cf: P.L.2008, c.17, s.5)

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36 1 [8.] 2 [11. 1] 12. 2 Section 15 of P.L.1948, c.110 (C.43:21-39) is 37 amended to read as follows:

15. Limitation of benefits. Notwithstanding any other provision
of the "Temporary Disability Benefits Law," P.L.1948, c.110
(C.43:21-25 et al.), no benefits shall be payable under the State plan
to any individual:

42 (a) for the first seven consecutive days of each period of43 disability; except that:

(1) if benefits shall be payable for three consecutive weeks with
respect to any period of disability, then benefits shall also be
payable with respect to the first seven days thereof; ¹and¹

1 (2) ¹ [in the case of intermittent leave in a single period of 2 family temporary disability leave taken to provide care for a family 3 member of the individual with a serious health condition, benefits 4 shall be payable with respect to the first day of leave taken after the 5 first one-week period following the commencement of the period of 6 family temporary disability leave and each subsequent day of leave during that period of family temporary disability leave; and if 7 8 benefits become payable on any day after the first three weeks in 9 which leave is taken, then benefits shall also be payable with 10 respect to any leave taken during the first one-week period in which leave is taken; and] (Deleted by amendment, P.L., c.) 11 (pending before the Legislature, as this bill)¹; 12

(3) in the case of an individual taking family temporary 13 disability leave ¹[immediately after the individual has a period of 14 15 disability for the individual's own disability \mathbf{I}^1 , there shall be no 16 waiting period ¹[between the period of the individual's own disability and the period of family temporary disability **]**¹; 17

18 (b) (1) for more than 26 weeks with respect to any one period 19 of disability of the individual;

(2) for more than six weeks with respect to any one period of 20 family temporary disability leave commencing before July 1, 21 22 ¹[2019] 2020¹ and more than 12 weeks if the period of leave commences on or after July 1, ¹[2019] 2020¹, or for more than 42 23 days with respect to any one period of family temporary disability 24 leave <u>commencing before July 1</u>, ¹[2019] 2020¹ and more than 25 ¹[84] ³[52¹] 56³ days if the period of leave commences on or after 26 July 1, ¹[2019, in the case of leave] 2020, and is¹ taken on an 27 intermittent basis ¹ [to provide care for a family member of the 28 individual with a serious health condition $]^1$; and 29

30 (3) for more than six weeks of family temporary disability leave during any 12-month period commencing before July 1, ¹[2019] 31 2020¹ and more than 12 weeks for any 12-month period 32 <u>commencing on or after July 1,</u> ¹[2019] 2020¹, or <u>for</u> more than 42 33 days of family temporary disability leave taken during any 12-34 month period <u>commencing before July 1</u>, ¹[2019] 2020¹ and more 35 than ¹[84] ³[52¹] 56³ days if the period of leave commences on or 36 after July 1,¹[2019] 2020¹, on an intermittent basis ¹[to provide 37 38 care for a family member of the individual with a serious health condition]¹, including family temporary disability leave taken 39 pursuant to R.S.43:21-4(f)(2) while unemployed; 40

41 (c) for any period of disability which did not commence while 42 the claimant was a covered individual;

43 (d) for any period of disability of a claimant during which the 44 claimant is not under the care of a legally licensed physician, 45 dentist, optometrist, podiatrist, practicing psychologist, advanced practice nurse, certified nurse midwife, or chiropractor, who, when 46

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1 requested by the division, shall certify within the scope of the 2 practitioner's practice, the disability of the claimant, the probable 3 duration thereof, and, where applicable, the medical facts within the practitioner's knowledge or for any period of family temporary 4 5 disability leave for a serious health condition of a family member of the claimant, during which the family member is not receiving 6 7 inpatient care in a hospital, hospice, or residential medical care 8 facility or is not subject to continuing medical treatment or 9 continuing supervision by a health care provider, who, when 10 requested by the division, shall certify within the scope of the 11 provider's practice, the serious health condition of the family 12 member, the probable duration thereof, and, where applicable, the 13 medical facts within the provider's knowledge;

14 (e) (Deleted by amendment, P.L.1980, c.90.)

(f) for any period of disability due to willfully and intentionally
self-inflicted injury, or to injury sustained in the perpetration by the
claimant of a crime of the first, second, third, or fourth degree, or
for any period during which a covered individual would be
disqualified for unemployment compensation benefits for gross
misconduct under subsection (b) of R.S.43:21-5;

(g) for any period during which the claimant performs any work 21 22 for remuneration or profit¹, except that, in a case of a claim for 23 benefits for a period family temporary disability on or after July 1, 2020 in which the covered individual has more than one employer, 24 25 the individual shall have the option of claiming benefits for leave 26 taken from one employer, based on wages paid by that employer, on 27 the condition that the individual does not, during the period for 28 which the benefits are paid, increase the amount of employment 29 time with any other employer¹;

30 (h) in a weekly amount which together with any remuneration
31 the claimant continues to receive from the employer would exceed
32 regular weekly wages immediately prior to disability;

(i) for any period during which a covered individual would be
disqualified for unemployment compensation benefits under
subsection (d) of R.S.43:21-5, unless the disability commenced
prior to such disqualification;

¹(j) for any period during which the claimant receives any paid
 sick leave, vacation time or other leave at full pay from the
 employer of the individual;¹

and there shall be no other cause of disqualification or ineligibility
to receive disability benefits hereunder except as may be
specifically provided in this act.

43 (cf: P.L.2009, c.114, s.1)

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45 1 [9.] 2 [12. 1] 13. 2 Section 10 of P.L.2008, c.17 (C.43:21-39.1) 46 is amended to read as follows: 1 10. a. Family temporary disability leave shall be compensable 2 subject to the limitations of P.L.2008, c.17 (C.43:21-39.1 et al.) for 3 any period of family temporary disability leave taken by a covered 4 individual which commences after June 30, 2009.

b. An individual shall not simultaneously receive disability
benefits for family temporary disability leave and any other
disability benefits pursuant to P.L.1948, c.110 (C.43:21-25 et al.) or
any unemployment compensation¹, or any paid sick leave, vacation
time or other leave at full pay from the employer of the individual¹.

10 c. The employer of an individual may, notwithstanding any 11 other provision of law, including the provisions of N.J.S.18A:30-1 12 et seq., permit [or require] the individual, during a period of family 13 temporary disability leave, to use any paid sick leave, vacation time 14 or other leave at full pay made available by the employer before the 15 individual [is eligible for] uses disability benefits for family 16 temporary disability leave pursuant to P.L.2008, c.17 (C.43:21-39.1 17 et al.) [, except that the employer may not require the individual to use more than two weeks worth of leave at full pay]. [The 18 19 employer may also have the total number of days worth of disability benefits paid pursuant to P.L.2008, c.17 (C.43:21-39.1 et al.) to the 20 21 individual during a period of family temporary disability leave 22 reduced by the number of days of leave at full pay paid by the 23 employer to the individual during that period.] ¹[If the employer 24 [requires] permits the individual to use leave at full pay, the 25 employee shall also be permitted to take that fully-paid leave during 26 the waiting period required pursuant to subsection (a) of section 15 of P.L.1948, c.110 (C.43:21-39).]¹ Nothing in P.L.2008, c.17 27 (C.43:21-39.1 et al.) shall be construed as nullifying any provision 28 29 of an existing collective bargaining agreement or employer policy, 30 or preventing any new provision of a collective bargaining 31 agreement or employer policy, which provides employees more 32 generous leave or gives employees greater rights to select which 33 kind of leave is used or select the order in which the different kinds 34 of leave are used. Nothing in P.L.2008, c.17 (C.43:21-39.1 et al.) 35 shall be construed as preventing an employer from providing more 36 generous benefits than are provided under P.L.2008, c.17 (C.43:21-37 39.1 et al.) or providing benefits which supplement the benefits 38 provided under P.L.2008, c.17 (C.43:21-39.1 et al.) for some or all 39 of the employer's employees.

40 An individual who is entitled to leave under the provisions d. 41 of the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.) or 42 the federal "Family and Medical Leave Act of 1993," Pub.L.103-3 43 (29 U.S.C. s.2601 et seq.), shall take any benefits provided for 44 family temporary disability leave pursuant to P.L.2008, c.17 45 (C.43:21-39.1 et al.) concurrently with leave taken pursuant to the 46 "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.) or the 47 federal "Family and Medical Leave Act of 1993," Pub.L.103-3 (29

64

1 U.S.C. s.2601 et seq.). Nothing in P.L.2008, c.17 (C.43:21-39.1 et 2 al.) shall be construed to grant an employee any entitlement to be 3 restored by the employer to employment held by the employee prior 4 to taking family temporary disability leave or any right to take 5 action against an employer who refuses to restore the employee to 6 employment after the leave. Nothing in P.L.2008, c.17 (C.43:21-7 39.1 et al.) shall be construed to increase, reduce or otherwise 8 modify any entitlement of an employee to return to employment or 9 right of the employee to take action under the provisions of the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.) ¹[or the 10 federal "Family and Medical Leave Act of 1993," Pub.L.103-3 (29 11 12 U.S.C. s.2601 et seq.)]¹. If an employee receives benefits for 13 family temporary disability leave pursuant to P.L.2008, c.17 14 (C.43:21-39.1 et al.) with respect to employment with an employer 15 who is not an employer as defined in the "Family Leave Act," 16 P.L.1989, c.261 (C.34:11B-1 et seq.) and that employer fails or 17 refuses to restore the employee to employment after the period of 18 family temporary disability leave, that failure or refusal shall not be 19 a wrongful discharge in violation of a clear mandate of public 20 policy, and the employee shall not have a cause of action against 21 that employer, in tort, or for breach of an implied provision of the 22 employment agreement, or under common law, for that failure or 23 refusal.

24 e. An employee taking family temporary disability leave or an 25 employer from whom the employee is taking the leave shall have 26 the same right to appeal a determination of a benefit for the family 27 temporary disability leave made under P.L.2008, c.17 (C.43:21-39.1 28 et al.) as an employee or employer has to appeal a determination of 29 a benefit for the disability of the employee under the "Temporary 30 Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 et al.), and 31 any regulations adopted pursuant to the "Temporary Disability 32 Benefits Law," P.L.1948, c.110 (C.43:21-25 et al.).

33 f. In the event of a period of family temporary disability leave 34 of any individual covered under the State plan, the employer shall, 35 not later than the ninth day of the period of family temporary 36 disability leave, or not later than the ninth day after the employee 37 notifies the employer of an anticipated period of family temporary 38 disability leave pursuant to subsection h. of this section, whichever 39 comes first, including any ¹[waiting period or]¹ time in which the 40 employer provides sick leave, vacation or other fully paid leave, 41 issue to the individual and to the division printed notices on 42 division forms containing the name, address and Social Security 43 number of the individual, such wage information as the division 44 may require to determine the individual's eligibility for benefits, 45 including any sick pay, vacation or other fully paid time off 46 provided by the employer during the period of family temporary 47 disability leave, and the name, address, and division identity 48 number of the employer. Not later than 30 days after the

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1 commencement of the period of family temporary disability leave 2 for which the notice is furnished by the employer, the individual 3 shall furnish to the division a notice and claim for family temporary 4 disability leave benefits. Upon the submission of the notices by the 5 employer and the individual, and the commencement of the 6 compensable portion of the family temporary disability leave 7 pursuant to P.L.2008, c.17 (C.43:21-39.1 et al.), the division may 8 issue benefit payments. In the case of family temporary disability 9 leave taken to care for a family member with a serious health 10 condition, the benefits may be paid for periods not exceeding three 11 weeks pending the receipt of the certification required pursuant to 12 subsection b. of section 11 of P.L.2008, c.17 (C.43:21-39.2). 13 Failure to furnish notice and certification in the manner above 14 provided shall not invalidate or reduce any claim if it shall be 15 shown to the satisfaction of the division not to have been 16 reasonably possible to furnish the notice and certification and that 17 the notice and certification was furnished as soon as reasonably 18 possible.

19 covered employer shall conspicuously g. Each post 20 notification, in a place or places accessible to all employees in each 21 of the employer's workplaces, in a form issued by regulation 22 promulgated by the commissioner, of each covered employee's 23 rights regarding benefits payable pursuant to this section. The 24 employer shall also provide each employee of the employer with a 25 written copy of the notification: (1) not later than 30 days after the 26 form of the notification is issued by regulation; (2) at the time of the 27 employee's hiring, if the employee is hired after the issuance; (3) 28 whenever the employee notifies the employer that the employee is 29 taking time off for circumstances under which the employee is 30 eligible for benefits pursuant to this section; and (4) at any time, 31 upon the first request of the employee.

h. With respect to any period of family temporary disability 32 33 leave commencing on or after ¹[January 1, 2018,] October 4, 2019¹ if an individual knows in advance when the period will commence, 34 35 the individual may notify the employer of the anticipated period of 36 family temporary disability leave and submit to the division a claim 37 for benefits for that period, which shall include a statement of when 38 the period will commence and any certification required pursuant to 39 subsection b. of section 11 of P.L.2008, c.17 (C.43:21-39.2), prior 40 to, but not more than 60 days prior to, the date that the period will 41 commence. The division shall process that claim immediately and, 42 upon finding that the claim is valid, shall pay the benefit upon the 43 commencement of the period of family temporary disability leave 44 ¹[or after any applicable one week waiting period]¹, except that if 45 division receives the claim less than 30 days before the 46 commencement of the period, the division shall make the payment 47 not more than 30 days after the receipt of the claim. The periods of 48 family temporary disability leave to which the provisions of this

1 subsection apply shall include, but not be limited to, any of the 2 following if the commencement date of the leave is known in 3 advance: periods of leave for care of a child of the individual after adoption¹, the placement of a child into foster care,¹ or childbirth¹, 4 including childbirth under a valid agreement between the individual 5 and a gestational carrier¹; periods of leave for scheduled medical 6 7 procedures, treatments, or appointments for a family member of the 8 individual; and periods of leave for scheduled ongoing care of a 9 family member of the individual. If the individual did not establish 10 enough base weeks or have enough total earnings during the ¹[52] 11 weeks] <u>base year</u>¹ preceding the week the individual submits the claim, the division shall notify the individual that the individual 12 may file the claim again upon or after the commencement of the 13 14 period of family temporary disability leave and the division shall 15 then reconsider the individual's eligibility for benefits based on the ¹[52 weeks] <u>base year</u>¹ preceding the week in which the period of 16 17 family temporary disability leave commences.¹

- 18 (cf: P.L.2018, c.128, s.2)
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²[¹13.] <u>14.</u>² Section 11 of P.L.2008, c.17 (C.43:21-39.2) is 20 21 amended to read as follows:

22 11. a. In the case of a family member who has a serious health 23 condition, the benefits for family temporary disability leave may be 24 taken intermittently when medically necessary, if: the total time 25 within which the leave is taken does not exceed 12 months; the covered individual provides the employer with a copy of the 26 27 certification required pursuant to subsection b. of this section; the 28 covered individual provides the employer with prior notice of the 29 leave not less than 15 days before the first day on which benefits 30 are paid for the intermittent leave, unless an emergency or other 31 unforeseen circumstance precludes prior notice; and the covered 32 individual makes a reasonable effort to schedule the leave so as not 33 to unduly disrupt the operations of the employer and, if possible, 34 provide the employer, prior to the commencement of intermittent 35 leave, with a regular schedule of the days or days of the week on 36 which the intermittent leave will be taken. In the case of family 37 temporary disability leave benefits to care for a family member with 38 a serious health condition which are taken on a continuous, non-39 intermittent basis, the covered individual shall: provide the 40 employer with prior notice of the leave in a reasonable and 41 practicable manner, unless an emergency or other unforeseen 42 circumstance precludes prior notice; provide a copy of the 43 certification required pursuant to subsection b. of this section; make 44 a reasonable effort to schedule the leave so as not to unduly disrupt 45 the operations of the employer.

46 b. Any period of family temporary disability leave for the 47 serious health condition of a family member of the covered

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1 individual shall be supported by certification provided by a health 2 care provider. The certification shall be sufficient if it states: 3 (1) The date, if known, on which the serious health condition 4 commenced; 5 (2) The probable duration of the condition; (3) The medical facts within the knowledge of the provider of 6 7 the certification regarding the condition; 8 (4) A statement that the serious health condition warrants the 9 participation of the covered individual in providing health care, as 10 provided in the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 11 et seq.) and regulations adopted pursuant to that act; 12 (5) An estimate of the amount of time that the covered 13 individual is needed for participation in the care of the family 14 member: 15 (6) If the leave is intermittent, a statement of the medical 16 necessity for the intermittent leave and the expected duration of the 17 intermittent leave; and 18 (7) If the leave is intermittent and for planned medical 19 treatment, the dates of the treatment. 20 A covered individual claiming benefits to provide care for a c. 21 family member with a serious health condition under the State plan 22 or during unemployment shall, if requested by the division, have the 23 family member submit to an examination by a health care provider 24 designated by the division. The examinations shall not be more 25 frequent than once a week, shall be made without cost to the 26 claimant and shall be held at a reasonable time and place. Refusal 27 of the family member to submit to an examination requested 28 pursuant to this subsection shall disqualify the claimant from all 29 benefits for the period in question, except from benefits already 30 paid. 31 Any period of family temporary disability leave to engage in d. 32 activities for which unpaid leave may be taken pursuant to section 3 33 of the "New Jersey Security and Financial Empowerment Act," 34 P.L.2013, c.82 (C.34:11C-3), on the individual's own behalf, if the individual is a victim of an incident of domestic violence or a 35 36 sexually violent offense, or to assist a family member of the 37 individual who has been a victim of an incident of domestic violence or a sexually violent offense, shall, if requested by the 38 39 division, be supported with certification provided to the division 40 which meets the standards regarding sufficient documentation 41 specified by subsection c. of section 3 of P.L.2013, c.82 (C.34:11C-42 3), whether or not the employer of the individual requires that 43 documentation. Prior to taking the leave provided for in this 44 subsection, an employee shall, if the necessity for the leave is 45 foreseeable, and unless an emergency or other unforeseen circumstances precludes prior notice, provide the employer with 46 written notice of the need for the leave, which shall be provided to 47

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1 the employer as far in advance as is reasonable and practical under 2 the circumstances.¹ (cf: P.L.2008, c.17, s.11) 3 4 ¹[10.] ²[14.¹] 15.² Section 12 of P.L.2008, c.17 (C.43:21-5 6 39.3) is amended to read as follows: 7 12. a. (1) All of the disability benefits paid to a covered 8 individual during a period of family temporary disability leave with respect to any one birth¹, placement in foster care,¹ or adoption 9 shall be for a single continuous period of time [, except that the 10 11 employer of the covered individual may permit the covered 12 individual to receive the disability benefits] or during non-13 consecutive weeks [in a manner mutually agreed to by the 14 employer and the covered individual and] or days on an intermittent 15 basis pursuant to paragraph (2) of this subsection, which shall be 16 disclosed to the division by the employer. 17 (2) In the case of intermittent benefits for family temporary disability leave with respect to a birth¹, placement in foster care,¹ or 18 adoption, the covered individual shall provide the employer with 19 20 prior notice of the leave not less than 15 days before the first day on 21 which benefits are paid for the intermittent leave, unless an 22 emergency or other unforeseen circumstance precludes prior notice; 23 and the covered individual makes a reasonable effort to schedule 24 the leave so as not to unduly disrupt the operations of the employer 25 and, if possible, provide the employer, prior to the commencement 26 of intermittent leave, with a regular schedule of the days or days of 27 the week on which the intermittent leave will be taken. b. [The] In the case of single continuous benefits for family 28 temporary disability leave with respect to birth¹, placement in foster 29 care,¹ or adoption, the covered individual shall provide the 30 employer with prior notice of the **[**period of family temporary 31 disability] leave [with respect to birth or adoption] not less than 30 32 33 days before the leave commences, unless it commences while the 34 individual is receiving unemployment benefits, in which case the 35 covered individual shall notify the division. The amount of benefits shall be reduced by two weeks worth of benefits if the individual 36 37 does not provide notice to an employer as required by this 38 subsection b., unless the time of the leave is unforeseeable or the 39 time of the leave changes for unforeseeable reasons. c. Family temporary disability leave taken because of the birth 40 or placement $\frac{1}{1}$ in foster care or $\frac{1}{1}$ for adoption of a child may be taken 41 at any time within a year after the date of the birth or placement ¹in 42 foster care or¹ for adoption. 43 44 (cf: P.L.2008, c.17, s.12)

¹[11.] ²[15.¹] 16.² Section 13 of P.L.2008, c.17 (C.43:21-39.4)
 is amended to read as follows:

13. a. $^{2}(1)^{2}$ The Commissioner of Labor and Workforce 3 Development shall issue and make available to the public, not later 4 5 than December 31, 2010, and each subsequent year, annual reports providing data on temporary disability benefits, ² and, for each 6 7 annual report issued not later than December 31 of 2019 and each subsequent year, all of the data required by this paragraph (1) as 8 amended by P.L.2018, c.123,² including separate data for claims 9 involving pregnancy and childbirth, and family temporary disability 10 11 benefits, including separate data for each of the following 12 categories of claims: care of newborn children; care of newly 13 adopted children; care of sick children; care of sick spouses, and 14 care of other sick family members. The reports shall include, for 15 each category of claims, the occupations of the workers receiving 16 the benefits, the regular weekly wages earned by the workers 17 receiving the benefits, the number of workers receiving the benefits, 18 the number of workers receiving the benefits that work full-time, 19 the number of workers receiving the benefits that work part-time, 20 the number of workers receiving the benefits that belong to a labor 21 union or employee organization, the number of employers 22 employing each worker in the worker's base year, the amount of 23 benefits paid, the average duration of benefits, the average weekly 24 benefit, the county in which the employer is located, whether the 25 employer is private or a governmental entity, the employer size 26 based on whether the employer employs less than 30 workers or 27 employs 30 or more workers, and, in the case of family temporary 28 disability benefits, any reported amount of sick leave, vacation or 29 other fully paid time which resulted in reduced benefit duration, and 30 the number of workers claiming intermittent benefits. The report 31 shall provide data by: gender; race, ethnicity or national origin; level of educational attainment; and by any other demographic 32 33 factors determined to be relevant by the commissioner. The reports 34 shall also provide, for all temporary disability benefits and for all 35 family temporary disability benefits, the number of workers 36 claiming both temporary disability benefits and family temporary 37 disability benefits in the same calendar year, the total costs of 38 benefits and the total cost of administration, the portion of benefits 39 for claims during unemployment, and the total revenues from: 40 employer assessments, where applicable; employee assessments; 41 and other sources. 42 ²(2)² For each of the reports issued not later than December 31

of 2019 and each subsequent year, the report shall also provide¹[:
the number of claims for bonding, and care for family members,
broken down by relationship; demographic information: income,
age, gender, ethnicity, occupation, full or part-time employment
status; what portion of the leave is taken on an intermittent basis;

1 the percentage of bonding leave applicants who report providing 2 their employer with 50 or more days of notice of leave-taking; for 3 all claims, the percentage of employers who reported that the 4 employee will have additional paid time off with the source being 5 the difference between their regular weekly wages and the maximum benefit provided under P.L.2008, c.17 (C.43:21-39.1 et 6 7 al.); and]¹ the amount and rate of contributions, with the amount of the tax base, made by employers², including, separately, the 8 amounts paid by employers with private plans,² for ¹[each of the 9 following: ¹ benefits for periods of ¹[pregnancy temporary 10 disability, and benefits for periods of all other]¹ disability ² and 11 12 periods of family disability leave², and the amount and rate of 13 contributions, with the amount of the tax base, made by workers², 14 and benefits paid to workers, including, separately, benefits paid to, and contributions paid by, workers in private plans,² for each of the 15 following: benefits for periods of ¹[pregnancy temporary disability, 16 benefits for periods of all other ¹ disability, and benefits for periods 17 of ¹family¹ temporary disability leave. ²The portion of the report 18 19 regarding private plans shall include: the number of claims 20 received, the number of claims accepted, the amount of benefits 21 paid, the number of workers covered, the administrative costs, and, 22 in the case of private plans in which insurance companies assume 23 the liability for benefits, in addition to the foregoing, premiums 24 earned, dividends to policy holders, benefit losses, and expenses 25 incurred, and in the case of private plans in which insurance 26 companies do not assume the liability for benefits, the amount 27 contributed by workers.²

The commissioner may, in his discretion, conduct surveys 28 b. 29 and other research regarding, and include in the annual reports 30 descriptions and evaluations of, the impact and potential future 31 impact of the provisions of P.L.2008, c.17 (C.43:21-39.1 et al.) on 32 the State disability benefits fund, and other effects of those 33 provisions, including the costs and benefits resulting from the 34 provisions of P.L.2008, c.17 (C.43:21-39.1 et al.) for:

35 (1) Employees and their families, including surveys and evaluations of: what portion of the total number of employees 36 37 taking leave would not have taken leave, or would have taken less 38 leave, without the availability of benefits; what portion of 39 employees return to work after receiving benefits and what portion 40 are not permitted to return to work; and what portion of employees 41 who are eligible for benefits do not claim or receive them and why 42 they do not;

43 (2) Employers, including benefits such as reduced training and 44 other costs related to reduced turnover of personnel, and increased 45 affordability of family temporary disability leave insurance through 46 the State plan, with special attention given to small businesses; and

71

1 (3) The public, including savings caused by any reduction in the 2 number of people receiving public assistance. 3 The total amount of any expenses which the commissioner c. 4 determines are necessary to carry out his duties pursuant to this 5 section shall be charged to the Family Temporary Disability Leave 6 Account of the State disability benefits fund, except that the amount 7 shall in no case exceed \$150,000 during any fiscal year. 8 (cf: P.L.2018, c.123, s.1). 9 ¹[12.] ²[<u>16.</u>¹] <u>17.</u>² Section 16 of P.L.1948, c.110 (C.43:21-40) 10 is amended to read as follows: 11 16. [With respect to periods of disability commencing on or 12 13 after July 1, 1961, an individual's weekly benefit amount shall be 14 determined and computed by the division on the same basis as the 15 weekly benefit rate is determined and computed pursuant to 16 subsection (c) of R.S. 43:21-3, except that for <u>a. For</u> periods of 17 disability commencing on or after October 1, 1984, an individual's 18 weekly benefit rate shall be two-thirds of his average weekly wage, 19 subject to a maximum of 53% of the Statewide average weekly 20 remuneration paid to workers by employers, as determined under 21 subsection (c) of R.S. 43:21-3[; provided, however, that such], 22 except as provided in subsection b. of this section. b. For periods of disability ¹[in cases of pregnancy or recovery] 23 from childbirth]¹ commencing on or after July 1, ¹[2019] 2020¹, 24 and for periods of family temporary disability leave commencing on 25 or after July 1, ¹[2019] 2020¹, an individual's weekly benefit rate 26 shall be ¹[90%] 85%¹ of the individual's average weekly wage, 27 28 subject to a maximum of ¹[100%] 70%¹ of the Statewide average weekly remuneration paid to workers by employers. 29 30 c. Each individual's benefit rate shall be computed to the next lower multiple of \$1.00 if not already a multiple thereof. The 31 32 amount of benefits for each day of disability for which benefits are 33 payable shall be one-seventh of the corresponding weekly benefit 34 amount; provided that the total benefits for a fractional part of a 35 week shall be computed to the next lower multiple of \$1.00 if not 36 already a multiple thereof. 37 ¹d. For any week beginning on or after the effective date of 38 <u>P.L., c.</u> (pending before the Legislature as Senate bill, No. 39 844(1R)), with respect to a period of disability of an individual who 40 is otherwise eligible for benefits but only able to return to work on a 41 reduced basis while recovering from the disability, the individual, if 42 permitted by the employer to return to work on the reduced basis, 43 shall be paid an amount of benefits with respect to that week such 44 that the sum of the wages and those benefits paid to the individual, 45 rounded to the next lower multiple of \$1.00, will equal the weekly 46 benefit amount the individual would have been paid if totally

1 unable to perform the duties of employment due to disability, 2 provided that: 3 (1) The individual must have been totally unable to perform the 4 duties of employment due to disability and receiving full benefits 5 for at least seven consecutive days prior to claiming partial benefits 6 under this subsection; 7 (2) The maximum duration of partial benefits paid pursuant to 8 this subsection is eight weeks, unless the division, after a review of 9 medical documentation from a qualified healthcare provider, 10 approves in writing an extension beyond eight weeks, but in no case shall the duration be extended to more than 12 weeks; and 11 12 (3) If the individual is able to return to work on a reduced basis 13 but the employer is unable or otherwise chooses not to permit the individual to do so, the individual will continue to be eligible for 14 15 benefits until the individual is fully recovered from the disability 16 and able to perform the duties of employment, but nothing in this 17 subsection shall be construed as increasing the total number of 18 weeks of disability benefits for which the individual is eligible. 19 For the purposes of this section, "qualified healthcare provider" 20 means a legally licensed physician, dentist, podiatrist, chiropractor, 21 certified nurse midwife, advanced practice nurse or public health 22 nurse designated by the division.¹ 23 (cf: P.L.1984, c.104, s.3) 24 Section 17 of P. L.1948, c.110 (C.43:21-41) is ²[¹17.] 18.² 25 26 amended to read as follows: 27 17. (a) (Deleted by amendment, P.L.1975, c.355.) 28 (b) (Deleted by amendment, P.L.2001, c.17). 29 (c) (Deleted by amendment, P.L.2001, c.17). 30 (d) (1) (Deleted by amendment, P.L.2008, c.17). (2) With respect to periods of disability commencing on or after 31 January 1, 2001 and before ³[January 1, 2019¹] the effective date 32 33 of P.L., c. (C.) (pending before the Legislature as this bill)³, 34 no individual shall be entitled to benefits under this act unless the 35 individual has, within the 52 calendar weeks preceding the week in which the individual's period of disability commenced, [or within 36 37 the 52 weeks preceding the week in which the individual submits a 38 claim for benefits pursuant to subsection h. of section 10 of 39 P.L.2008, c.17 (C.43:21-39.1) or paragraph (3) of subsection (a) of 40 section 25 of P.L.1948, c.110 (C.43:21-49), established at least 20 41 base weeks or earned not less than 1,000 times the minimum wage 42 in effect pursuant to section 5 of [P.L.1996] P.L.1966, c.113 43 (C.34:11-56a4) on October 1 of the calendar year preceding the 44 calendar year in which the disability commences, which amount 45 shall be adjusted to the next higher multiple of \$100.00, if not 46 already a multiple thereof.

1 (3) With respect to periods of disability commencing on or after ³[October 4, 2019] the effective date of P.L. , c. (C.) 2 (pending before the Legislature as this bill)³, no individual shall be 3 entitled to benefits under this act unless the individual has, within 4 5 the base year preceding the week in which the individual's period of 6 disability commenced, or within the base year preceding the week 7 in which the individual submits a claim for benefits pursuant to 8 subsection h. of section 10 of P.L.2008, c.17 (C.43:21-39.1) or 9 paragraph (3) of subsection (a) of section 25 of P.L.1948, c.110 10 (C.43:21-49), established at least 20 base weeks or earned not less 11 than 1,000 times the minimum wage in effect pursuant to section 5 12 of P.L.1966, c.113 (C.34:11-56a4) on October 1 of the calendar 13 year preceding the calendar year in which the disability commences, 14 which amount shall be adjusted to the next higher multiple of 15 \$100.00, if not already a multiple thereof. 16 If an individual who submits a claim for benefits pursuant to subsection h. of section 10 of P.L.2008, c.17 (C.43:21-39.1) or 17 paragraph (3) of subsection (a) of section 25 of P.L.1948, c.110 18

19 (C.43:21-49) did not establish enough base weeks or have enough 20 total earnings during the [52 weeks] base year preceding the week 21 the individual submits the claim, the division shall notify the 22 individual that the individual may file the claim again upon or after 23 the commencement of the period of disability or family temporary 24 disability leave and the division shall then reconsider the 25 individual's eligibility for benefits based on the [52 weeks] base year preceding the week in which the period of disability or family 26 27 temporary disability leave commences.

(e) With respect to a period of family temporary disability leave 28 29 for an individual who has a period of family temporary disability 30 immediately after the individual has a period of disability for the 31 individual's own disability, the period of disability is deemed, for 32 the purposes of specifying the time of the 52-week period or base 33 year in which base weeks or earnings are required to be established 34 for benefit eligibility pursuant to this subsection (e), to have 35 commenced at the beginning of the period of disability for the 36 individual's own disability, not the period of family temporary 37 disability.¹

(cf: P.L.2018, c.128, s.3) 38

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²[¹18.] 19.² 40 Section 22 of P.L.1948, c.110 (C.43:21-46) is amended to read as follows: 41

42 22. State disability benefits fund. (a) The State disability 43 benefits fund, hereinafter referred to as the fund, is hereby 44 established. The fund shall remain in the custody of the State 45 Treasurer, and to the extent of its cash requirements shall be 46 deposited in authorized public depositories in the State of New 47 Jersey. There shall be deposited in and credited to the fund the

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1 amount of worker and employer contributions provided under 2 subparagraph (G) of paragraph (1) of subsection (d) of R.S.43:21-7 3 and subsection (e) of R.S.43:21-7, less refunds authorized by the 4 chapter (R.S.43:21-1 et seq.) to which this act is a supplement, and 5 the entire amount of interest and earnings from investments of the 6 fund, and all assessments, fines and penalties collected under this 7 act. The fund shall be held in trust for the payment of disability 8 benefits pursuant to this act, for the payment of benefits pursuant to 9 subsection (f) of R.S.43:21-4, and for the payment of any 10 authorized refunds of contributions. All warrants for the payment 11 of benefits shall be issued by and bear only the signature of the 12 Director of the Division of Unemployment and Temporary 13 Disability Insurance or his duly authorized agent for that purpose. 14 All other moneys withdrawn from the fund shall be upon warrant 15 signed by the State Treasurer and countersigned by the Director of 16 the Division of Unemployment and Temporary Disability Insurance 17 of the Department of Labor of the State of New Jersey. The 18 Treasurer shall maintain books, records and accounts for the fund, 19 appoint personnel and fix their compensation within the limits of 20 available appropriations. The expenses of the Treasurer in administering the fund and its accounts shall be charged against the 21 22 administration account, as hereinafter established. A separate 23 account, to be known as the administration account, shall be 24 maintained in the fund, and there shall be credited to such account 25 an amount determined to be sufficient for proper administration, not 26 to exceed, however, 1/10 of 1% of the wages with respect to which 27 current contributions are payable into the fund pursuant to 28 paragraph (3), but not paragraph (4), of subsection (a) of R.S.43:21-29 7, and the entire amount of any assessments against covered 30 employers, as hereinafter provided, for costs of administration 31 prorated among approved private plans. The costs of administration of this act, including R.S.43:21-4(f), shall be charged to the 32 33 administration account.

34 (b) A further separate account, to be known as the
35 unemployment disability account, shall be maintained in the fund.
36 Such account shall be charged with all benefit payments under
37 R.S.43:21-4(f).

38 Prior to July 1 of each calendar year, the Division of 39 Unemployment and Temporary Disability Insurance of the 40 Department of Labor of the State of New Jersey shall determine the 41 average rate of interest and other earnings on all investments of the 42 State disability benefits fund for the preceding calendar year. An 43 amount equal to the sum of the amounts withdrawn from the 44 unemployment trust fund pursuant to section 23 hereof multiplied 45 by such average rate shall be determined by the division and 46 credited to the unemployment disability account as of the end of the 47 preceding calendar year.

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1 If the unemployment disability account shall show an 2 accumulated deficit in excess of \$200,000.00 at the end of any 3 calendar year after interest and other earnings have been credited as 4 provided hereinabove, the division shall determine the ratio of such 5 deficit to the total of all taxable wages paid during the preceding 6 calendar year, and shall make an assessment against all employers 7 in an amount equal to the taxable wages paid by them during such 8 preceding calendar year to employees, multiplied by such ratio, but 9 in no event shall any such assessment exceed 1/10 or 1% of such 10 wages; provided, however, that the assessment made against the 11 State (including Rutgers, The State University and the New Jersey 12 Institute of Technology) shall not exceed the sum of all benefits paid under the provisions of R.S.43:21-4(f) as the result of 13 14 employment with the State. Such amounts shall be collectible by the 15 division in the same manner as provided for the collection of 16 employee contributions under this chapter (R.S.43:21-1 et seq.). In 17 making this assessment, the division shall furnish to each affected 18 employer a brief summary of the determination thereof. The amount 19 of such assessments collected by the division shall be credited to 20 the unemployment disability account.

As used in this section, "taxable wages" shall mean wages with respect to which employer contributions have been paid or are payable pursuant to subsections (a), (b) and (c) of R.S.43:21-7.

24 (c) A board of trustees, consisting of the State Treasurer, the 25 Secretary of State, the Commissioner of Labor and Industry, the 26 director of the division, and the State Comptroller, is hereby 27 created. The board shall invest and reinvest all moneys in the fund 28 in excess of its cash requirements, and such investments shall be 29 made in obligations legal for savings banks; provided, however, that 30 the provisions of this subsection shall in all respects be subject to 31 the provisions of P.L.1950, c.270 (C.52:18A-79 et seq.).

(d) There is hereby appropriated, to be paid out of the fund, such
amounts as may from time to time be required for the payment of
disability benefits, and such amounts as may be required each year,
as contained in the annual appropriation act, for the administration
of this act, including R.S.43:21-4(f).¹

- 37 (cf: P.L.2012, c.45, s.126)
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39 ${}^{2}[19.] \underline{20.}^{2}$ Section 25 of P.L.1948, c.110 (C.43:21-49) is 40 amended to read as follows:

41 25. (a) (1) Every employer shall post, in prominent locations, 42 notices to employees in the form provided by the division of 43 whether the employer is permitted or required to participate in a 44 temporary disability benefits program pursuant to the "Temporary 45 Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 et seq.), and 46 whether the employer does or does not participate. For employers 47 who participate in a temporary disability benefits program, the 48 notice shall also describe the temporary disability benefits available

1 to the employees and prominently disclose that pregnancy is 2 regarded by law as a disability and that pregnant employees are 3 regarded as disabled and entitled to temporary disability benefits to 4 the same extent as other disabled employees. Upon the request of 5 an employer, the division shall, without charge, provide the 6 employer with a copy of each applicable notice, suitable for reproduction by the employer. Each employer participating in the 7 8 State plan or a private plan shall give a printed copy of benefit 9 instructions to any disabled employee as soon as the employer 10 becomes aware of the disability.

11 (2) In addition, in the event of the disability of any individual 12 covered under the State plan, the employer shall, not later than the 13 ninth day of disability, or not later than the ninth day after the 14 individual notifies the employer of an anticipated period of 15 disability pursuant to paragraph (3) of this section, whichever 16 comes first, issue to the individual and to the division printed 17 notices on division forms containing the name, address and Social 18 Security number of the individual, such wage information as the 19 division may require to determine the individual's eligibility for 20 benefits, and the name, address, and division identity number of the 21 employer. Not later than 30 days after the commencement of the 22 period of disability for which such notice is furnished, the 23 individual shall furnish to the division a notice and claim for 24 disability benefits under the State plan or for disability during 25 unemployment. Upon the submission of such notices by the 26 employer and the individual, and the commencement of the 27 compensable portion of the disability leave pursuant to the "Temporary Disability Benefits Law," P.L.1948, c.110 (C.43:21-25 28 29 et seq.), the division may issue benefit payments for periods not 30 exceeding three weeks pending the receipt of medical proof. When 31 requested by the division, such notice and proof shall include 32 certification of total disability by the attending physician, or a 33 record of hospital confinement. Failure to furnish notice and proof 34 within the time or in the manner above provided shall not invalidate 35 or reduce any claim if it shall be shown to the satisfaction of the 36 division not to have been reasonably possible to furnish such notice 37 and proof and that such notice and proof was furnished as soon as 38 reasonably possible.

(3) With respect to any period of disability commencing on or 39 after ³[January 1] October 4³, [2018,] 2019 ³, ³ if an individual 40 knows in advance when the period will commence, the individual 41 42 may notify the employer of the anticipated period of disability and 43 submit to the division a claim for benefits for that period, which 44 shall include a statement of when the period will commence and 45 any certification requested by the division pursuant to this section, 46 prior to, but not more than 60 days prior to, the date on which the 47 period will commence. The division shall process that claim 48 immediately and, upon a finding that the claim is valid, shall pay

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the benefit upon the commencement of the period [or after any 1 2 applicable one week waiting period], except that if the division receives the claim less than 30 days before the commencement of 3 4 the period, the division shall make the payment not more than 30 5 days after the receipt of the claim. The periods of disability leave 6 to which the provisions of this paragraph apply shall include, but 7 not be limited to, any of the following if the commencement date of the leave is known in advance: disability related to pregnancy or 8 9 childbirth; disability related to scheduled medical procedures, 10 treatments, or appointments for the individual; and disability related 11 to scheduled ongoing care of the individual. If an individual did not 12 establish enough base weeks or have enough total earnings during 13 the [52 weeks] base year preceding the week the individual submits 14 the claim for benefits, the division shall notify the individual that 15 the individual may file the claim again upon or after the 16 commencement of the period of disability and the division shall 17 then reconsider the individual's eligibility for benefits based on the 18 [52 weeks] base year preceding the week in which the period of 19 disability commences.

20 (b) A person claiming benefits under the State plan or for 21 disability during unemployment shall, when requested by the 22 division, submit at intervals, but not more often than once a week, 23 to an examination by a legally licensed physician, dentist, 24 podiatrist, chiropractor, certified nurse midwife, advanced practice 25 nurse or public health nurse designated by the division. In all cases 26 of physical examination of a claimant, the examination shall be 27 made by a designee of the division, who shall be the same sex as the 28 claimant if so requested by the claimant. All such examinations by 29 physicians, dentists, podiatrists, chiropractors, certified nurse 30 midwives or nurses designated by the division shall be without cost 31 to the claimant and shall be held at a reasonable time and place. 32 Refusal to submit to such a requested examination shall disqualify 33 the claimant from all benefits for the period of disability in 34 question, except as to benefits already paid.

35 (c) All medical records of the division, except to the extent necessary for the proper administration of this act, shall be 36 37 confidential and shall not be published or be open to public 38 inspection (other than to public employees in the performance of 39 their public duties) in any manner revealing the identity of the 40 claimant, or the nature or cause of disability nor admissible in 41 evidence in any action or special proceeding other than one arising 42 under this act.¹

43 (cf: P.L.2018, c.128, s.4)

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45 1 [13.] 2 [20. 1] 21. 2 (New section) a. The division shall 46 implement disability insurance goals for the timely determination

78

1 and ¹<u>prompt</u>¹ payment of temporary disability benefits and family 2 temporary disability benefits under the State plan, as follows: 3 (1) for temporary disability benefits, in each calendar year: 4 (a) not less than 40 percent of the original benefit 5 determinations shall be completed within seven days after the commencement of the disability, or the receipt of the benefit claims 6 7 by the division, whichever is later; 8 (b) not less than 75 percent of the original benefit determinations shall be completed within 14 days after the 9 commencement of the disability, or the receipt of the benefit claims 10 by the division, whichever is later; 11 (c) not less than 85 percent of the original benefit 12 determinations shall be completed within 21 days after the 13 14 commencement of the disability, or the receipt of the benefit claims 15 by the division, whichever is later; and (d) not less than 90 percent of the original benefit 16 17 determinations shall be completed within 28 days after the 18 commencement of the disability, or the receipt of the benefit claims 19 by the division, whichever is later; and 20 (2) for family temporary disability benefits, in each calendar 21 year: 22 (a) not less than 80 percent of the original benefit 23 determinations shall be completed within seven days after the 24 commencement of the period of family temporary disability leave, or the receipt of the benefit claims by the division, whichever is 25 26 later; 27 (b) not less than 85 percent of the original benefit determinations shall be completed within 14 days after the 28 29 commencement of the period of family temporary disability leave, or the receipt of the benefit claims by the division, whichever is 30 31 later: 32 (c) not less than 90 percent of the original benefit determinations shall be completed within 21 days after the 33 commencement of the period of family temporary disability leave, 34 or the receipt of the benefit claims by the division, whichever is 35 later; and 36 37 (d) not less than 95 percent of the original benefit 38 determinations shall be completed within 28 days after the 39 commencement of the period of family temporary disability leave, 40 or the receipt of the benefit claims by the division, whichever is 41 later. 42 The commissioner shall, not later than September 30 of 2019 b. 43 and each subsequent year, issue, provide to the Legislature, and 44 make available to the public on the department's webpage, a report 45 regarding division efforts in the preceding calendar year to attain 46 the disability insurance goals set pursuant to this section for 47 temporary disability benefits, and a report regarding those efforts 48 for family temporary disability benefits. Each report shall include:

1 (1) the total number of claims and the number and percentage of 2 original determinations completed within each number of days 3 specified in the goals set pursuant to this section, and the number 4 and percentage of original determinations completed within the 5 following number of days after the receipt of the benefit claims or 6 the commencement of disability or family temporary disability, 7 whichever is later: 35 days, 42 days, 49 days and 56 days, and the 8 number and percentage of original determinations completed more 9 than 56 days after the receipt of the claims or the commencement of 10 disability or family temporary disability and the average number of 11 days to make the determinations for the claims that took more than 12 56 days;

13 (2) the number and percentage of claims received with 14 insufficient information, what portion of those claims were because 15 of failure of claimants to provide sufficient information, what 16 portion of those claims were because of failures of medical 17 providers of claimants to provide sufficient information, and what 18 portion of those claims were because of failures of employers to 19 provide sufficient information;

20 percentage of claims (3) the number and for which 21 determinations were delayed because of employer failure to make 22 the notifications or disclosures to employees and the division within 23 the amount of time required by subsection (a) of section 25 of 24 P.L.1948, c.110 (C.43:21-49) or subsections f. or g. of section 10 of 25 P.L.2008, c.17 (C.43:21-39.1), the number of complaints received 26 related to employer noncompliance with those requirements, and 27 the number of employers which have been, because of the failures, 28 required, pursuant to section 31 of P.L.1948, c.110 (C.43:21-55), to 29 pay fines or penalties to the division or added amounts to claimants, 30 the total amount of payments to the division, and the total amount 31 of payments to claimants;

32 (4) the number of personnel in the division and the budgeted 33 cost of salaries and benefits for those personnel; the number of 34 personnel who are processing family temporary disability benefit 35 claims, the number processing other temporary disability claims, 36 and the budgeted cost of salaries and benefits for those personnel; 37 what percentage of total division administrative costs is comprised 38 of those categories of personnel costs; and a comparison of total 39 division administrative costs to the maximum amount permitted to 40 be expended for those division administrative costs pursuant to 41 section 22 of P.L.1948, c.110 (C.43:21-46); and

42 (5) if any of the disability insurance goals set pursuant to this section were not attained during the year, ¹or it is determined that 43 44 there are other significant problems in the administration of the disability insurance system,¹ the report shall provide an evaluation 45 of the causes of the deficiencies and a plan to correct them and that 46 47 plan shall include:

3 (b) any measures needed to enforce notification and reporting 4 requirements; 5 (c) any measures needed to inform employers and employees of their responsibilities to facilitate the timely provision of benefits; 6 7 ¹[and]¹ 8 (d) any improvements needed in data processing¹, telephone and other communications technology, staff training,¹ and other 9 administrative services and equipment¹; 10 (e) any measures needed to improve service to claimants and 11 12 beneficiaries, including implementing easy-to-use, user-friendly 13 application processes, facilitating rapid response times to inquiries 14 and applications, and providing easy access to assistance; and 15 (f) any other measures appropriate for a full modernization of the administration of all aspects of the disability insurance system¹. 16 The plan shall specify any added costs entailed in implementing the plan, which shall be regarded as costs of administration of family temporary disability benefits, and shall specify the amount of any resulting increase in the estimate made pursuant to R.S.43:21-7(d)(1)(G)(i), 1and (ii), 1and (iii) of the amount needed to provide 100 percent of the cost of administration of family temporary disability benefits. The commissioner shall use that increased estimate in setting the rate of contributions pursuant to those subsections, except that the increase may not result in the total amount credited to those administrative costs exceeding the maximum amount permitted pursuant to subsection (a) of section 22 of P.L.1948, c.110 (C.43:21-46). c. (1) The division shall, during each ²[calendar] \underline{fiscal}^2 year 30 ²[beginning with] <u>commencing on or after July 1</u>,² 2019, allocate 31 not less than \$1,200,000 to disseminate information about the rights 32 and responsibilities of employers and employees regarding 33 temporary disability benefits and family temporary disability 34 benefits by means of programs of educational outreach in 35 communities and workplaces. Of that ²annual² allocation, not less 36 37 than \$600,000 shall be used by the division to enter into contracts with community-based organizations to disseminate information to 38 39 workers regarding temporary disability benefits and family 40 temporary disability benefits. That allocation shall be regarded as a 41 cost of administration of temporary disability and family temporary 42 disability benefits and be charged to the administration account of 43 the State disability benefit fund. Of the costs charged to the 44 administration account of the State disability benefit fund pursuant 45 to this subsection, the percentage which is charged to the Family 46 Temporary Disability Leave Account shall be equal to the 47 percentage that family temporary disability benefits represents of all

1 (a) any increase in personnel needed to process claims 1and2 make benefit payments expeditiously and accurately¹;

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81

1 temporary disability benefits paid from the State disability benefits 2 fund during the preceding calendar year. The allocation made 3 pursuant to this subsection, including any adjustments in the 4 allocation specified in the plan provided pursuant to paragraph (2) 5 of this subsection, shall not result in the total amount credited to 6 administrative costs exceeding the maximum amount permitted 7 pursuant to subsection (a) of section 22 of P.L.1948, c.110 8 (C.43:21-46).

9 (2) The commissioner shall, not later than September 30 of ¹[2019] <u>2020¹</u> and September 30 of each subsequent year, issue, 10 provide to the Legislature, and make available to the public on the 11 12 department's webpage, a report regarding efforts made during the 13 preceding calendar year by the division and by community-based 14 organizations to disseminate information about the rights and 15 responsibilities of employers and employees regarding temporary 16 disability and family temporary disability benefits. Each report 17 shall include, for that preceding calendar year:

(a) an accounting of all funds allocated pursuant to this
subsection and all expenditures made from those funds by the
division and each community-based organization entering into
contracts with the division pursuant to this subsection, and
estimates of the number of employers and the number of workers to
which the information was disseminated;

(b) an estimate of the number of workers who were eligible for
temporary disability and family temporary disability benefits and
what percentage of those workers received those benefits, including
an assessment of whatever progress was made to increase that
percentage; and

(c) a plan to increase the percentage of workers who are aware of the benefits which specifies the amounts to be allocated to the division and community-based organizations for the purposes of this subsection during the subsequent calendar year, provided that the amounts specified shall not be less than or more than the minimum and maximum amounts indicated in paragraph (1) of this subsection.

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37 ²[¹<u>21.</u>] <u>22.</u>² (New section) a. Notwithstanding the provisions of any other law to the contrary, a contract for technical and support 38 39 services and equipment to increase the ability of the Department of 40 Labor and Workforce Development to adapt and increase the 41 functionality and dependability of the administrative system of the State plan for temporary disability and family temporary disability 42 43 leave, provide accurate and timely reporting, increase customer 44 accessibility, and implement timely payment of temporary disability 45 and family temporary disability benefits in accordance with section ²[20] 21² of P.L., c. (C.) (pending before the Legislature 46 as this bill) may be procured in the most expeditious means possible 47 48 and in the manner provided by this section.

1 b. The Division of Purchase and Property in the Department of 2 the Treasury may procure, without the need for advertisement in 3 accordance with subsection (b), (c), (d) and (e) of P.L.1954, c.48 (C.52:34-12), but through the solicitation of proposals from at least 4 5 three vendors, qualified vendors for technical and support services 6 and, to the extent necessary, equipment based upon price and other 7 factors. The Director of the Division of Purchase and Property shall 8 award the contract(s) to the vendor whose proposal is most 9 advantageous to the State, price and other factors considered. 10 c. Notwithstanding the provisions of any other law to the 11 contrary, for the purpose of expediting the procurements, the 12 following provisions shall apply as modifications to law or 13 regulation that may interfere with the expedited award of contracts 14 for the above services: 15 (1) the timeframes for challenging the specifications and award 16 shall be modified as determined by the division; 17 (2) in lieu of advertising in accordance with section 7 of 18 P.L.1954, c. 48 (C.52:34-12), the Division of Purchase and Property shall solicit proposals as set forth in paragraph (b) above and post 19 20 the request for proposals for the above services and equipment and 21 any addenda thereto on its website; 22 (3) the period of time that the State Comptroller has to review 23 the request for proposals for these procurements for compliance 24 with applicable public contracting laws, rules and regulations, 25 pursuant to section 10 of P.L.2007, c.52 (C.52:15C-10), shall be 10 26 business days or less if practicable, as determined by the State 27 Comptroller; 28 (4) the timeframes for submission under section 4 of P.L.2012, 29 c.25 (C.52:32-58) and section 1 of P.L.1977, c.33 (C.52:25-24.2) 30 shall be extended to prior to the issuance of a Notice of Intent to 31 Award; 32 (5) the provision of section 1 of P.L.2005, c.92 (C.52:34-13.2) 33 shall not apply to technical and support services under this section provided by a vendor using a "24/7 follow-the-sun model," as long 34 35 as the contractor is able to provide such services in the United 36 States during the business day; and 37 (6) notwithstanding the provision of subparagraph (f) of subsection a. of section 7 of P.L.1954, c.48 (C.52:34-12), the 38 39 Division shall negotiate the final terms and conditions of the 40 contract, including price and may, as part of those negotiations, 41 disclose to any bidder, the prices included in another bidder's 42 proposal.¹ 43 ¹[14.] ²[<u>22.</u>¹] <u>23.</u>² Section 31 of P.L.1948, c.110 (C.43:21-55) 44 45 is amended to read as follows: 46 31. Penalties. (a) Whoever makes a false statement or

47 representation knowing it to be false or knowingly fails to disclose

83

1 a material fact, and each such false statement or representation or 2 failure to disclose a material fact shall constitute a separate offense, 3 to obtain or increase any disability benefit under the State plan or 4 an approved private plan, or for a disability during unemployment, 5 including any benefit during a period of family temporary disability 6 leave, either for himself or for any other person, shall be liable for a 7 fine of \$250 to be paid to the division. Upon refusal to pay such 8 fine, the same shall be recovered in a civil action by the division in 9 the name of the State of New Jersey. If in any case liability for the 10 payment of a fine as aforesaid shall be determined, any person who 11 shall have received any benefits hereunder by reason of the making 12 of such false statements or representations or failure to disclose a 13 material fact, shall not be entitled to any benefits under this act for 14 any disability occurring prior to the time he shall have discharged 15 his liability hereunder to pay such fine.

16 (b) Any employer or any officer or agent of any employer or 17 any other person who makes a false statement or representation 18 knowing it to be false or knowingly fails to disclose a material fact, 19 to prevent or reduce the benefits to any person entitled thereto, or to 20 avoid becoming or remaining subject hereto or to avoid or reduce 21 any contribution or other payment required from an employer under 22 this act, or who willfully fails or refuses to make any such 23 contributions or other payment or to furnish any reports required 24 hereunder or to produce or permit the inspection or copying of 25 records as required hereunder, or who fails to provide any 26 notification or disclosure to the division or the employee required 27 by subsection (a) of section 25 of P.L.1948, c.110 (C.43:21-49) or 28 subsections f. or g. of section 10 of P.L.2008, c.17 (C.43:21-39.1) at 29 the time and in the manner required by those sections, including 30 disclosure of the information the division requires for the 31 processing of a claim, shall be liable for a fine of \$250 to be paid to 32 the division¹[, and, if a failure of an employer to provide the 33 notification or disclosure to the division or the employee results in a 34 delay in the payment of benefits, the employer shall also be liable 35 for an added amount, to be paid to the claimant, equal to the 36 benefits due from the time that the employer was required to 37 provide the notification or disclosure until the time that the benefit <u>payments commenced</u>]¹. Upon refusal to pay such fine ¹[<u>or added</u> 38 39 payments to a claimant]¹, the same shall be recovered in a civil 40 action by the division in the name of the State of New Jersey.

(c) Any person who shall willfully violate any provision hereof
or any rule or regulation made hereunder, for which a fine is neither
prescribed herein nor provided by any other applicable statute, shall
be liable to a fine of \$500 to be paid to the division. Upon the
refusal to pay such fine, the same shall be recovered in a civil
action by the division in the name of the State of New Jersey.

84

1 (d) Any person, employing unit, employer or entity violating 2 any of the provisions of the above subsections with intent to 3 defraud the division shall in addition to the penalties hereinbefore 4 described, be liable for each offense upon conviction before the 5 Superior Court or any municipal court for a fine not to exceed 6 \$1,000 or by imprisonment for a term not to exceed ninety days, or 7 both, at the discretion of the court. The fine upon conviction shall 8 be payable to the State disability benefits fund of the division. Any 9 penalties imposed by this subsection shall be in addition to those 10 otherwise prescribed in this chapter (R.S.43:21-1 et seq.).

(e) Any sum collected as a fine or penalty pursuant to this
 section shall be deposited in the administration account of the State
 disability benefits fund and applied toward enforcement and other
 administrative costs of the division.

15 (cf: P.L.2008, c.17, s.8)

16

¹[15.] ²[23.¹] 24.² (New section) a. An employer shall not 17 discharge, harass, threaten, or otherwise discriminate or retaliate 18 19 against an employee with respect to the compensation, terms, 20 conditions, or privileges of employment on the basis that the 21 employee requested or took any temporary disability benefits 22 pursuant to P.L.1948, c.110 (C.43:21-25 et al.), or family temporary 23 disability leave benefits pursuant to P.L.2008, c.17 (C.43:21-39.1 et al.), ¹[provided] <u>including retaliation by refusing to restore the</u> 24 employee following a period of leave, except¹ that, pursuant to 25 section 2 of P.L.1948, c.110 (C.43:21-26), nothing in this section or 26 27 any other section of P.L.1948, c.110 (C.43:21-25 et al.) or 28 P.L.2008, c.17 (C.43:21-39.1 et al.) shall be construed as 29 increasing, reducing or otherwise modifying any entitlement 30 provided to a worker by the provisions of the "Family Leave Act," 31 P.L.1989, c.261 (C.34:11B-1 et seq.) to be restored to employment 32 by the employer after a period of family temporary disability leave.

b. Upon a violation of subsection a. of this section, an
employee or former employee may institute a civil action in the
Superior Court for relief. All remedies available in common law
tort actions shall be available to a prevailing plaintiff. The court
may also order any or all of the following relief:

(1) an assessment of a civil fine of not less than \$1,000 and not
more than \$2,000 for the first violation of any of the provisions of
this section and not more than \$5,000 for each subsequent violation;
(2) an injunction to restrain the continued violation of any of the
provisions of this section;

(3) reinstatement of the employee to the same position or to a
position equivalent to that which the employee held prior to
unlawful discharge or retaliatory action;

46 (4) reinstatement of full fringe benefits and seniority rights;

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1 (5) compensation for any lost wages, benefits and other 2 remuneration; and 3 (6) payment of reasonable costs and attorney's fees. 4 5 ³25. Section 2 of P.L.1997, c.318 (C.43:21-55.1), is amended to 6 read as follows: 7 2. (a) If it is determined by the division that an individual for 8 any reason has received, under the State plan, an approved private 9 plan or for a disability during unemployment, any sum of disability 10 benefits, including benefits during a period of family temporary 11 disability leave, to which the individual was not entitled, the 12 individual shall, except as provided in subsection (b) of this section, 13 be liable to repay the sum in full. Except as provided in subsection (b) of this section, the sum that the individual is liable to repay shall 14 15 be deducted from future benefits payable to the individual under 16 P.L.1948, c.110 (C.43:21-25 et al.) or subsection (f) of R.S.43:21-4, 17 or shall be repaid by the individual to the division, the employer or 18 the insurer, and that sum shall be collectible in the manner provided 19 for by law, including, but not limited to, the filing of a certificate of 20 debt with the Clerk of the Superior Court of New Jersey; except that 21 no individual who does not knowingly misrepresent or withhold any 22 material fact to obtain benefits shall be liable for any repayments or 23 deductions against future benefits unless notified before four years 24 have elapsed from the time the benefits in question were paid. The 25 division shall promptly notify the individual by mail of the 26 determination and the reasons for the determination. Unless the 27 individual files an appeal of the determination within 20 calendar 28 days following the receipt of the notice, or, within 24 days after the 29 notice was mailed to the individual's last known address, the determination shall be final. 30 31 (b) If the individual received the overpayment of benefits 32 because of error made by the division, the employer or the 33 physician, and if the individual did not knowingly misrepresent or withhold any material fact to obtain the benefits, the following 34 35 limits shall apply: 36 (1) The amount withheld from any subsequent benefit check 37 shall be an amount not greater than 50% of the amount of the check; 38 and 39 (2) [All] Any repayments of the overpayments by the 40 individual or the estate of the individual [shall] may be waived 41 [if], but all repayments of overpayments shall be waived in cases in 42 which the individual is deceased or permanently disabled. 43 Any demand for repayment from an individual pursuant to this 44 subsection shall include an explanation of the provisions of this subsection.³ 45 46 (cf: P.L.2008, c.17, s.9)

¹ ¹[16.] ²[<u>24.</u>¹] ³[<u>25.</u>²] <u>26.</u>³ This act shall take effect ³[on]³
¹[the first day of the third month next following enactment] ³[<u>on</u>
January 1, 2019, except that the commissioner may take any
anticipatory administrative action in advance as shall be necessary

5 <u>for implementation of this act</u>¹] <u>immediately upon enactment</u>³.