

State of Misconsin 2009 - 2010 LEGISLATURE

LRB-2702/en GMM:bjk:ph

2009 ASSEMBLY BILL 266

AN ACT *to renumber and amend* 109.07 (1m); and *to amend* 106.11, 109.07 (1) (a), 109.07 (1) (h), 109.07 (3) (a) (intro.), 109.07 (3) (c), 109.07 (4) (a), 109.07 (4m) (a), 109.07 (5) (a) (intro.), 109.07 (5) (a) 1., 109.07 (5) (a) 2., 109.07 (6) (intro.), 560.15 (1) (b) 1., 560.71 (1) (e) 4. e. and 560.797 (2) (a) 4. e. of the statutes; **relating to:** the provision of support services information to employees who are affected by a business closing or mass layoff.

Analysis by the Legislative Reference Bureau

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

7 **SECTION 1d.** 106.11 of the statutes is amended to read:

8 106.11 Workforce investment programs. The department shall cooperate
9 with the federal government in carrying out the purposes of the federal Workforce
10 Investment Act of 1998, 29 USC 2801 to 2945. In administering the programs

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1	authorized by that act the department shall, in cooperation with other state agencies
2	and with local workforce development boards established under 29 USC 2832,
3	establish a statewide workforce investment system to meet the employment,
4	training, and educational needs of persons in this state. If a local workforce
5	development board anticipates that there may be a business closing or mass layoff
6	under s. 109.07 in the area served by that board, the board may prepare a list of
7	resources available in that area that provide career planning, job search, job skills
8	training, and other support services for affected employees, as defined in s. 109.07
9	(1) (a), including contact information for those resources, for distribution to those
10	<u>employees under s. 109.07 (1m) (a).</u>
11	SECTION 1g. 109.07 (1) (a) of the statutes is amended to read:
12	109.07 (1) (a) "Affected employee" means an employee who loses, or <u>who</u> may
13	reasonably be expected to lose, his or her employment with an employer who <u>that</u> is
14	required to give notice under sub. (1m) (a) because of the business closing or mass
15	layoff.
16	SECTION 2. 109.07 (1) (h) of the statutes is amended to read:
17	109.07 (1) (h) "New or low-hour employee" means an employee who has been
18	employed by an employer for fewer than 6 of the 12 months preceding the date on
19	which a notice is required under sub. (1m) <u>(a)</u> or who averages fewer than 20 hours
20	of work per week.
21	SECTION 3. 109.07 (1m) of the statutes is renumbered 109.07 (1m) (a) and
22	amended to read:
23	109.07 (1m) (a) Subject to sub. (5) or (6), an employer who that has decided
24	upon a business closing or mass layoff in this state shall promptly notify the subunit
25	of the department that administers s. 106.15, any affected employee, any collective

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bargaining representative of any affected employee, and the highest official of any 1 2 municipality in which the affected employment site is located, in writing of such 3 action no later than 60 days prior to the date that on which the business closing or 4 mass layoff takes place. The notice to an affected employee shall also include contact 5 information for the local workforce development board under 29 USC 2832 serving 6 the area in which the employment site is located and, if available, the list of resources 7 prepared under s. 106.11. The employer shall provide in writing all information 8 concerning its payroll, affected employees, and the wages and other remuneration 9 owed to such those employees as the department may require. The department may 10 in addition require the employer to submit a plan setting forth the manner in which 11 final payment in full shall be made to affected employees.

12 (b) The department shall promptly provide a copy of the notice required under 13 this subsection par. (a) to the department of commerce and to the office of the 14 commissioner of insurance and shall cooperate with the department of commerce in 15 the performance of its responsibilities under s. 560.15 and with the office of the 16 commissioner of insurance in the performance of its responsibilities under s. 601.41 17 (7).

18 (c) This subsection does not apply to a business closing or mass layoff that is
 19 caused by a strike or lockout.

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SECTION 5. 109.07 (3) (a) (intro.) of the statutes is amended to read:

21 109.07 (3) (a) (intro.) If an employer fails to give timely notice to an affected
22 employee as required under sub. (1m) (a), the affected employee may recover, as
23 provided under sub. (4), all of the following:

SECTION 6. 109.07 (3) (c) of the statutes is amended to read:

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1	109.07 (3) (c) The recovery period under par. (a) begins on the day that <u>on which</u>
2	the business closing or mass layoff occurs. The recovery period equals the number
3	of days in the period beginning on the day on which an employer is required to give
4	notice under sub. (1m) (a) and ending on whichever of the following occurs first:
5	1. The day that <u>on which</u> the employer actually gave the notice to the employee.
6	2. The day that on which the business closing or mass layoff occurred.
7	SECTION 7. 109.07 (4) (a) of the statutes is amended to read:
8	109.07 (4) (a) An employee whose employer fails to notify timely the employee
9	under sub. (1m) <u>(a)</u> may file a claim with the department. If the employee files a claim
10	with the department no later than 300 days after the <u>day on which the</u> business
11	closing or mass layoff <u>occurred</u> , the department shall, in the manner provided in s.
12	109.09, investigate the claim, determine the number of days that the employer was
13	late in providing notice and, on behalf of the employee, attempt to recover from the
14	employer the payment under sub. (3).
15	SECTION 8. 109.07 (4m) (a) of the statutes is amended to read:
16	109.07 (4m) (a) If an employer fails to give timely notice to the highest official
17	of a municipality as required under sub. (1m) (a) , the department shall assess a
18	business closing surcharge against the employer of not more than \$500 for each day
19	in the period beginning on the day that <u>on which</u> the employer was required to give
20	notice to the highest official and ending on the earlier of the day that <u>on which</u> the
21	employer actually gave notice to the highest official or the day that <u>on which</u> the
22	business closing or mass layoff occurred.

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SECTION 9. 109.07 (5) (a) (intro.) of the statutes is amended to read:

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1	109.07 (5) (a) (intro.) An employer is not liable under this section for a failure
2	to give notice to any person under sub. (1m) <u>(a)</u> , if the department determines all of
3	the following:
4	SECTION 10. 109.07 (5) (a) 1. of the statutes is amended to read:
5	109.07 (5) (a) 1. When the notice under sub. (1m) <u>(a)</u> would have been timely
6	given, that the employer was actively seeking capital or business to enable the
7	employer to avoid or postpone indefinitely the business closing or mass layoff.
8	SECTION 11. 109.07 (5) (a) 2. of the statutes is amended to read:
9	109.07 (5) (a) 2. That the employer reasonably and in good faith believed that
10	giving the notices to all parties required under sub. (1m) (a) would have prevented
11	the employer from obtaining the capital or business.
12	SECTION 12. 109.07 (6) (intro.) of the statutes is amended to read:
13	109.07 (6) (intro.) An employer is not liable under this section for a failure to
14	give notice to any person under sub. (1m) <u>(a)</u> , if the department determines that the
15	business closing or mass layoff is the result of any of the following:
16	SECTION 13. 560.15 (1) (b) 1. of the statutes is amended to read:
17	560.15 (1) (b) 1. The department of workforce development under s. 109.07 (1m)
18	<u>(a)</u> .
19	SECTION 14. 560.71 (1) (e) 4. e. of the statutes is amended to read:
20	560.71 (1) (e) 4. e. An employer in the vicinity of the area has given public notice
21	under s. 109.07 (1m) (a) of either a business closing or a mass layoff of at least 25
22	employees, or 25% of the employees, of a business, whichever is greater, that will
23	result in a number of workers in the area being laid off permanently.
24	SECTION 15. 560.797 (2) (a) 4. e. of the statutes is amended to read:

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560.797 (2) (a) 4. e. An employer in the vicinity of the area has given public
 notice under s. 109.07 (1m) (a) of either a business closing or a mass layoff of at least
 25 employees, or 25% of the employees, of a business, whichever is greater, that will
 result in a number of workers in the area being laid off permanently.

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SECTION 16. Initial applicability.

6 (1) BUSINESS CLOSINGS OR MASS LAYOFFS; PROVISION OF SUPPORT SERVICES
7 INFORMATION. This act first applies to business closing and mass layoff notices
8 provided on the effective date of this subsection.

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(END)

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