# AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R. 1745, AS REPORTED OFFERED BY MR. CAMP OF MICHIGAN

Strike all after the enacting clause and insert the following:

#### **1** SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

2 (a) SHORT TITLE.—This Act may be cited as the
3 "Jobs, Opportunity, Benefits, and Services Act of 2011"
4 or the "JOBS Act of 2011".

5 (b) TABLE OF CONTENTS.—The table of contents of

6 this Act is as follows:

Sec. 1. Short title; table of contents.

#### TITLE I—REFORMS OF UNEMPLOYMENT COMPENSATION TO PROMOTE WORK AND JOB CREATION

- Sec. 101. Consistent job search requirements.
- Sec. 102. Participation in reemployment services made a condition of benefit receipt.
- Sec. 103. State flexibility to promote the reemployment of unemployed workers.
- Sec. 104. Repeal of regulation requiring higher State taxes.
- Sec. 105. Restore State flexibility to improve unemployment program solvency.
- Sec. 106. Data standardization for improved data matching.
- Sec. 107. Technical and conforming amendments.

#### TITLE II—FORWARD FUNDING OF REMAINING FEDERAL UNEMPLOYMENT COMPENSATION FUNDS

- Sec. 201. Special transfers to all States.
- Sec. 202. Emergency unemployment compensation transition rules.
- Sec. 203. Extended benefits program transition rules.
- Sec. 204. Emergency designation.

# TITLE I—REFORMS OF UNEM PLOYMENT COMPENSATION TO PROMOTE WORK AND JOB CREATION

5 SEC. 101. CONSISTENT JOB SEARCH REQUIREMENTS.

6 (a) IN GENERAL.—Section 303(a) of the Social Secu7 rity Act is amended by adding at the end the following:
8 "(11)(A) A requirement that, as a condition of
9 eligibility for regular compensation for any week, a
10 claimant must be able to work, available to work,
11 and actively seeking work.

12 "(B) For purposes of this paragraph, the term 13 'actively seeking work' means, with respect to any 14 individual, that such individual is actively engaged in 15 a systematic and sustained effort to obtain work, as 16 determined based on evidence (whether in electronic 17 format or otherwise) satisfactory to the State agency 18 charged with the administration of the State law.

"(C) The specific requirements that must be
met in order to satisfy this paragraph shall be established by the State agency, and shall include at least
the following:

23 "(i) Registration for employment services
24 within 14 days after making initial application
25 for regular compensation.

2

3

4

5

6

7

8

9

10

3

"(ii) Posting a resume, record, or other application for employment on such database as the State agency may require.

"(iii) Applying, in such manner as the State agency may require, for work which is similar to that previously performed by the individual, and which offers wages comparable to wages for similar work in the local labor market in which the individual resides or is actively seeking work.".

(b) EFFECTIVE DATE.—The amendment made by
subsection (a) shall apply to weeks beginning after the end
of the first session of the State legislature which begins
after the date of enactment of this Act.

15 SEC. 102. PARTICIPATION IN REEMPLOYMENT SERVICES
 16 MADE A CONDITION OF BENEFIT RECEIPT.

17 (a) SOCIAL SECURITY ACT.—Paragraph (10) of sec18 tion 303(a) of the Social Security Act is amended to read
19 as follows:

20 "(10)(A) A requirement that, as a condition of
21 eligibility for regular compensation for any week—
22 "(i) a claimant shall meet the minimum
23 educational requirements set forth in subpara24 graph (B); and

1	"(ii) any claimant who has been referred to
2	reemployment services shall participate in such
3	services.
4	"(B) For purposes of this paragraph, an indi-
5	vidual shall not be considered to have met the min-
6	imum educational requirements of this subparagraph
7	unless such individual—
8	"(i) has earned a high school diploma;
9	"(ii) has earned the General Educational
10	Development (GED) credential or other State-
11	recognized equivalent (including by meeting rec-
12	ognized alternative standards for individuals
13	with disabilities); or
14	"(iii) is enrolled and making satisfactory
15	progress in classes leading to satisfaction of
16	clause (ii).
17	"(C) The requirements of subparagraph (B)
18	may be waived for an individual to the extent that
19	the State agency charged with the administration of
20	the State law deems such requirements to be unduly
21	burdensome in the case of such individual.".
22	(b) INTERNAL REVENUE CODE OF 1986.—Para-
23	graph (8) of section 3304(a) of the Internal Revenue Code
24	of 1986 is amended to read as follows:

"(8) compensation shall not be denied to an in dividual for any week in which the individual is en rolled and making satisfactory progress in education
 or training which has been previously approved by
 the State agency;".

6 (c) EFFECTIVE DATE.—The amendments made by
7 this section shall apply to weeks beginning after the end
8 of the first session of the State legislature which begins
9 after the date of enactment of this Act.

10sec. 103. STATE FLEXIBILITY TO PROMOTE THE REEM-11PLOYMENT OF UNEMPLOYED WORKERS.

12 Title III of the Social Security Act (42 U.S.C. 501 13 and following) is amended by adding at the end the fol-14 lowing:

15 "DEMONSTRATION PROJECTS

16 "SEC. 305. (a) The Secretary of Labor may enter 17 into agreements, with States submitting an application de-18 scribed in subsection (b), for the purpose of allowing such 19 States to conduct demonstration projects to test and 20 evaluate measures designed—

"(1) to expedite the reemployment of individuals who establish initial eligibility for unemployment compensation under the State law of such
State; or

"(2) to improve the effectiveness of a State in
 carrying out its State law with respect to reemploy ment.

4 "(b) The Governor of any State desiring to conduct
5 a demonstration project under this section shall submit
6 an application to the Secretary of Labor. Any such appli7 cation shall, at a minimum, include—

8 "(1) a general description of the proposed dem-9 onstration project, including the authority (under 10 the laws of the State) for the measures to be tested, 11 as well as the period of time during which such dem-12 onstration project would be conducted;

"(2) if a waiver under subsection (c) is requested, the specific aspects of the project to which
the waiver would apply and the reasons why such
waiver is needed;

"(3) a description of the goals and the expected
programmatic outcomes of the demonstration
project, including how the project would contribute
to the objective described in subsection (a)(1), subsection (a)(2), or both;

"(4) assurances (accompanied by supporting
analysis) that the demonstration project would not
result in any increased net costs to the State's account in the Unemployment Trust Fund;

f:\VHLC\052011\052011.315.xml (497817l3) May 20, 2011 (5:46 p.m.)

2

7

"(5) a description of the manner in which the

2	State
3	"(A) will conduct an impact evaluation,
4	using a control or comparison group or other
5	valid methodology, of the demonstration project;
6	and
7	"(B) will determine the extent to which the
8	goals and outcomes described in paragraph (3)
9	were achieved; and
10	"(6) assurances that the State will provide any
11	reports relating to the demonstration project, after
12	its approval, as the Secretary of Labor may require.
13	"(c) The Secretary of Labor may waive any of the
14	requirements of section 3304(a)(4) of the Internal Rev-
15	enue Code of 1986 or of paragraph (1) or (5) of section
16	303(a), to the extent and for the period the Secretary of
17	Labor considers necessary to enable the State to carry out
18	a demonstration project under this section.
19	"(d) A demonstration project under this section—
20	"(1) may be commenced any time after the date
21	of enactment of this section; and
22	"(2) may not be approved for a period of time
23	greater than 3 years, subject to extension upon re-
24	quest of the Governor of the State involved for such
25	additional period as the Secretary of Labor may
f:\VHLC\052011\05201 May 20, 2011 (5:46 p.n	

agree to, except that in no event may a demonstra tion project under this section be conducted after
 the end of the 5-year period beginning on the date
 of enactment of this section.

5 "(e) The Secretary of Labor shall, in the case of any
6 State for which an application is submitted under sub7 section (b)—

8 "(1) notify the State as to whether such appli9 cation has been approved or denied within 30 days
10 after receipt of a complete application; and

"(2) provide public notice of the decision within
10 days after providing notification to the State in
accordance with paragraph (1).

14 Public notice under paragraph (2) may be provided 15 through the Internet or other appropriate means. Any ap-16 plication under this section that has not been denied with-17 in such 30 days shall be deemed approved, and public no-18 tice of any approval under this sentence shall be provided 19 within 10 days thereafter.

"(f) The Secretary of Labor may terminate a demonstration project under this section if the Secretary
makes a final determination that the State has violated
the substantive terms or conditions of the project.".

	0
1	SEC. 104. REPEAL OF REGULATION REQUIRING HIGHER
2	STATE TAXES.
3	(a) IN GENERAL.—Section 1202(b)(2) of the Social
4	Security Act is amended—
5	(1) in subparagraph (A), by inserting "and" at
6	the end;
7	(2) in subparagraph (B), by striking ", and"
8	and inserting a period; and
9	(3) by striking subparagraph (C).
10	(b) EFFECTIVE DATE.—The amendments made by
11	subsection (a) shall take effect as of the date of enactment
12	of this Act.
13	SEC. 105. RESTORE STATE FLEXIBILITY TO IMPROVE UN-
14	EMPLOYMENT PROGRAM SOLVENCY.
15	(a) IN GENERAL.—Subsection (g) of section 4001 of
16	the Supplemental Appropriations Act, 2008 (Public Law
17	110–252; 26 U.S.C. 3304 note) is repealed.
18	(b) EFFECTIVE DATE.—The amendment made by
19	subsection (a) shall take effect as of the date of enactment
20	of this Act.
21	SEC. 106. DATA STANDARDIZATION FOR IMPROVED DATA
22	MATCHING.
23	(a) IN GENERAL.—Title IX of the Social Security Act
24	is amended by adding at the end the following:

2

# "DATA STANDARDIZATION FOR IMPROVED DATA

#### MATCHING

# 3

# "Standard Data Elements

4 "SEC. 911. (a)(1) The Secretary of Labor, in con5 sultation with an interagency work group established by
6 the Office of Management and Budget, and considering
7 State perspectives, shall, by rule, designate standard data
8 elements for any category of information required under
9 title III or this title.

"(2) The standard data elements designated under
paragraph (1) shall, to the extent practicable, be nonproprietary and interoperable.

"(3) In designating standard data elements under
this subsection, the Secretary of Labor shall, to the extent
practicable, incorporate—

"(A) interoperable standards developed and
maintained by an international voluntary consensus
standards body, as defined by the Office of Management and Budget, such as the International Organization for Standardization;

21 "(B) interoperable standards developed and
22 maintained by intergovernmental partnerships, such
23 as the National Information Exchange Model; and

24 "(C) interoperable standards developed and
25 maintained by Federal entities with authority over

1	contracting and financial assistance, such as the
2	Federal Acquisition Regulations Council.
3	"Data Standards for Reporting
4	"(b)(1) The Secretary of Labor, in consultation with
5	an interagency work group established by the Office of
6	Management and Budget, and considering State govern-
7	ment perspectives, shall, by rule, designate data reporting
8	standards to govern the reporting required under title III
9	or this title.
10	"(2) The data reporting standards required by para-
11	graph (1) shall, to the extent practicable—
12	"(A) incorporate a widely-accepted, non-propri-
13	etary, searchable, computer-readable format;
14	"(B) be consistent with and implement applica-
15	ble accounting principles; and
16	"(C) be capable of being continually upgraded
17	as necessary.
18	"(3) In designating reporting standards under this
19	subsection, the Secretary of Labor shall, to the extent
20	practicable, incorporate existing nonproprietary standards,
21	such as the eXtensible Business Reporting Language.".
22	(b) EFFECTIVE DATE.—The amendment made by
23	this section shall apply after September 30, 2012 .

### 1 SEC. 107. TECHNICAL AND CONFORMING AMENDMENTS.

2 (a) USE OF UNEMPLOYMENT COMPENSATION TO
3 REPAY OVERPAYMENTS.—Section 3304(a)(4)(D) of the
4 Internal Revenue Code of 1986 and section 303(g)(1) of
5 the Social Security Act are amended by striking "may"
6 and inserting "shall".

7 (b) EFFECTIVE DATE.—The amendment made by
8 subsection (a) shall apply to weeks beginning after the end
9 of the first session of the State legislature which begins
10 after the date of enactment of this Act.

# 11 TITLE II—FORWARD FUNDING 12 OF REMAINING FEDERAL UN 13 EMPLOYMENT COMPENSA 14 TION FUNDS

### 15 SEC. 201. SPECIAL TRANSFERS TO ALL STATES.

16 (a) SPECIAL TRANSFERS IN FISCAL YEARS 2011
17 AND 2012.—Section 903 of the Social Security Act is
18 amended by adding at the end the following:

19 "Special Transfers in Fiscal Years 2011 and 2012

"(h)(1) The Secretary of the Treasury shall transfer
(as of the dates determined under paragraph (4)) from
the extended unemployment compensation account to the
account of each State in the Unemployment Trust Fund
the amount determined with respect to such State under
paragraph (2).

"(2)(A) The amount to be transferred to a State
 under this subsection in any fiscal year is the amount de rived by multiplying the applicable total dollar amount for
 such fiscal year by the applicable fraction for such State.
 "(B) For purposes of subparagraph (A), the applica ble total dollar amount is—

7 "(i) for fiscal year 2011, \$12,800,000,000; and
8 "(ii) for fiscal year 2012, \$18,200,000,000.

9 "(C) For purposes of subparagraph (A), the applica10 ble fraction for a State is a fraction—

"(i) the numerator of which is the total amount
of extended compensation and emergency unemployment compensation paid out by such State for weeks
beginning in the 12-month period described in clause
(ii); and

"(ii) the denominator of which is the total
amount of extended compensation and emergency
unemployment compensation paid out by all States
for weeks beginning in the most recent 12-month period for which that information is available for all
States as of May 1, 2011.

22 "(3)(A) Except as provided in subparagraph (B),23 amounts transferred to a State account pursuant to this24 subsection shall be used only in the payment of extended25 compensation and emergency unemployment compensa-

tion, in accordance with applicable provisions of Federal
 and State law (including agreements and implementing
 regulations) as in effect on May 1, 2011.

"(B) A State may, pursuant to specific legislation en-4 acted by the legislative body of the State after the date 5 of enactment of the JOBS Act of 2011, use money trans-6 7 ferred to the State account of such State under this subsection for (i) the payment of unemployment compensa-8 9 tion, (ii) the repayment of advances made to such State under section 1201 (including interest thereon), and (iii) 10 reemployment services designed to enhance the rapid re-11 employment of unemployed workers (such as mandatory 12 workshops, claimant assessments, resume preparation and 13 job search assistance, wage subsidy programs, eligibility 14 15 reviews, labor market information, development of a work-16 search plan, and training), if and only if—

17 "(I) the purposes and amounts are specified in18 the law;

"(II) the money is withdrawn and expended, for
the purpose described in clause (i), (ii), or (iii) (as
the case may be), after the date of enactment of the
law; and

23 "(III) the use of the money is accounted for in
24 accordance with standards established by the Sec25 retary of Labor.

1 "(4) Transfers under this subsection shall—

2 "(A) to the extent that they relate to the
3 amount set forth in paragraph (2)(B)(i), be made
4 within 10 days after the date of enactment of this
5 subsection; and

6 "(B) to the extent that they relate to the 7 amount set forth in paragraph (2)(B)(ii), be made 8 after September 30, 2011, and on or before October 9 10, 2011.".

(b) RULE OF CONSTRUCTION.—Nothing in section
903(b) of the Social Security Act shall be considered to
apply with respect to any transfer under section 903(h)
of such Act (as amended by this section).

(c) REGULATIONS.—The Secretary of Labor may
prescribe any operating instructions or regulations necessary to carry out this section and the amendment made
by this section.

18 SEC. 202. EMERGENCY UNEMPLOYMENT COMPENSATION
 19 TRANSITION RULES.

20 (a) REPEAL.—Section 4003 of the Supplemental Ap21 propriations Act, 2008 is repealed.

(b) FINANCING.—Section 4004(e)(1) of the Supplemental Appropriations Act, 2008 is amended—

24 (1) in subparagraph (F), by striking "and"25 after the semicolon; and

f:\VHLC\052011\052011.315.xml (497817l3) May 20, 2011 (5:46 p.m.)

1

1	(2) by adding after subparagraph (G) the fol-
2	lowing:
3	"(H) the amendment made by section 201
4	of the Jobs, Opportunity, Benefits, and Services
5	Act of 2011; and".
6	(c) EFFECTIVE DATE OF REPEAL.—
7	(1) IN GENERAL.—The amendment made by
8	subsection (a) shall be effective with respect to
9	weeks ending after July 6, 2011.
10	(2) RULE OF CONSTRUCTION.—Nothing in this
11	subsection shall be considered to affect the
12	reimbursability of any emergency unemployment
12	commencetion moid for a meal anding before July 7
13	compensation paid for a week ending before July 7,
13	2011.
14	2011.
14 15	2011. SEC. 203. EXTENDED BENEFITS PROGRAM TRANSITION
14 15 16	2011. SEC. 203. EXTENDED BENEFITS PROGRAM TRANSITION RULES.
14 15 16 17	2011. SEC. 203. EXTENDED BENEFITS PROGRAM TRANSITION RULES. (a) IN GENERAL.—Section 2005 of the Assistance for
14 15 16 17 18	2011. SEC. 203. EXTENDED BENEFITS PROGRAM TRANSITION RULES. (a) IN GENERAL.—Section 2005 of the Assistance for Unemployed Workers and Struggling Families Act, as
14 15 16 17 18 19	2011. SEC. 203. EXTENDED BENEFITS PROGRAM TRANSITION RULES. (a) IN GENERAL.—Section 2005 of the Assistance for Unemployed Workers and Struggling Families Act, as contained in Public Law 111–5 (26 U.S.C. 3304 note),
14 15 16 17 18 19 20	<ul> <li>2011.</li> <li>SEC. 203. EXTENDED BENEFITS PROGRAM TRANSITION RULES.</li> <li>(a) IN GENERAL.—Section 2005 of the Assistance for Unemployed Workers and Struggling Families Act, as contained in Public Law 111–5 (26 U.S.C. 3304 note), is amended—</li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	2011. SEC. 203. EXTENDED BENEFITS PROGRAM TRANSITION RULES. (a) IN GENERAL.—Section 2005 of the Assistance for Unemployed Workers and Struggling Families Act, as contained in Public Law 111–5 (26 U.S.C. 3304 note), is amended— (1) in subsection (a), by striking "January 4,
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> </ol>	<ul> <li>2011.</li> <li>SEC. 203. EXTENDED BENEFITS PROGRAM TRANSITION RULES.</li> <li>(a) IN GENERAL.—Section 2005 of the Assistance for Unemployed Workers and Struggling Families Act, as contained in Public Law 111–5 (26 U.S.C. 3304 note), is amended— <ul> <li>(1) in subsection (a), by striking "January 4, 2012" and inserting "July 6, 2011";</li> </ul> </li> </ul>

1	(3) by striking subsection (c).
2	(b) TERMINATION OF PROVISIONS RELATING TO
3	TEMPORARY MODIFICATION OF EXTENDED BENEFIT IN-
4	DICATORS.—Section 203 of the Federal-State Extended
5	Unemployment Compensation Act of 1970, as amended by
6	section 502 of the Tax Relief, Unemployment Insurance
7	Reauthorization, and Job Creation Act of 2010 (Public
8	Law 111-312; 124 Stat. 3307), is amended—
9	(1) in subsection (d) (in the next to last sen-
10	tence), by striking "December 31, 2011" and insert-
11	ing "June 30, 2011"; and
12	(2) in subsection $(f)(2)$ , by striking "December
13	31, 2011" and inserting "June 30, 2011".
14	(c) SAVINGS PROVISION.—In the case of any State
15	law which, as of the date of enactment of this Act, has
16	been amended in conformance with the amendments made
17	by subsection (a) or (b) of section 502 of the Tax Relief,
18	Unemployment Insurance Reauthorization, and Job Cre-
19	ation Act of 2010 (Public Law 111-312; 124 Stat. 3307)
20	or section 2005(a) of the Assistance for Unemployed
21	Workers and Struggling Families Act (Public Law 111-
22	5; 26 U.S.C. 3304 note), the amendments made by this
23	section shall be disregarded for purposes of any provision
24	of such State law which provides for a State "off" indi-
25	cator or which otherwise provides for the termination of

an extended benefit period by reason of the cessation of
 full Federal funding of sharable extended compensation or
 sharable regular compensation or cessation of the optional
 temporary modification of indicators under the extended
 benefit program. For weeks of unemployment beginning
 after June 29, 2011, and ending before January 4, 2012,
 section 204(a)(1) of the Federal-State Extended Unem ployment Compensation Act of 1970 shall be disregarded.

## 9 SEC. 204. EMERGENCY DESIGNATION.

10 The budgetary effects of this Act are designated as 11 an emergency requirement and necessary to meet emer-12 gency needs pursuant to section 4(g) of the Statutory Pay-13 As-You-Go Act of 2010.

X