Senate Concurrent Resolution No. 1616

By Senators Masterson and Wilborn

5-26

A CONCURRENT RESOLUTION urging the Governor of the State of 1 2 Kansas to end Federal Pandemic Unemployment Compensation to 3 ensure that businesses do not have to compete with the federal 4 government in attempts to fill thousands of open positions. 5 6 WHEREAS, Kansas continues to operate three federal pandemic-related 7 unemployment programs, including weekly Federal Pandemic Unemployment Compensation, in addition to benefits provided by the 8 state's traditional unemployment insurance program, with the original 9 justification for these expansions being that individuals needed 10 additional benefits because of the COVID-19 pandemic, and those 11 individuals could not work: and 12 WHEREAS. The economy of the State of Kansas has now dramatically 13 recovered from the COVID-19 pandemic as evidenced by the 3.5 % 14 15 unemployment rate, which is lower than the state's average unemployment rate from 2016 to 2019, according to the U.S. Bureau 16 of Labor Statistics, and at least 73,000 open jobs are currently 17 18 available in the state; and 19 WHEREAS, Employers are struggling to find workers to fill these jobs as a result of the disincentive created by government benefits that, 20 2.1 including unemployment benefits, currently total \$44,756 on an 22 annualized basis, while the median wage in Kansas is \$38,667; and 23 WHEREAS, In 2019, the maximum allowed duration of unemployment 24 benefits was 16 weeks, while the Kansas Department of Labor reports 25 that individuals can now receive unemployment benefits for up to 79 26 weeks: and 27 WHEREAS, Governor Kelly's administration has instructed Kansas unemployment recipients to answer "yes" when asked if they looked 28 for work, even if they have not looked for work, discouraging 29 30 employment while promoting deceptive conduct; and WHEREAS, Fraud is now pervasive in the unemployment compensation 31 program as a result of program expansions, with one in four claims 32 being identified or reported as fraudulent in 2020 according to the 33 Kansas Legislative Division of Post Audit, resulting in Kansas paying 34 35 out more than \$600 million in fraudulent claims this past year; and 36 WHEREAS, It is well within this state's prerogative to end its SCR 1616 2

 participation in federal pandemic-related unemployment programs, with appropriate notice to the U.S. Department of Labor, as 23 other states have done as of May 26, 2021: Now, therefore,

Be it resolved by the Senate of the State of Kansas, the House of Representatives concurring therein: That the State of Kansas urges the Governor of the State of Kansas to help Kansas businesses attract and retain the employees they desperately need, spur further economic recovery and growth in Kansas and immediately give formal notice to the U.S. Department of Labor that Kansas will be withdrawing from participation in all federal pandemic-related unemployment benefits programs; and

Be it further resolved: That the Secretary of State shall send an enrolled copy of this resolution to the chairperson of the Legislative Coordinating Council.