#### 117TH CONGRESS 2D SESSION

# H. R. 6767

To require the Secretary of Labor to establish a pilot program for providing portable benefits to eligible workers, and for other purposes.

### IN THE HOUSE OF REPRESENTATIVES

February 18, 2022

Ms. Delbene (for herself, Mr. Moulton, Mr. Himes, Mr. Peters, and Mr. Foster) introduced the following bill; which was referred to the Committee on Education and Labor

## A BILL

To require the Secretary of Labor to establish a pilot program for providing portable benefits to eligible workers, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Portable Benefits for
- 5 Independent Workers Pilot Program Act".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:
- 8 (1) Many independent workers, constituting a
- 9 growing percentage of the workforce in the United

- States, do not have access to benefits and protections typically provided through traditional full-time employment.
  - (2) These independent workers are independent contractors, temporary workers, or self-employed, or work pursuant to other contingent or alternative work arrangements.
    - (3) According to a 2015 study by the Comptroller General of the United States, the size of the contingent workforce grew from 35 percent of employed workers in 2006 to 40 percent of employed workers in 2010.
    - (4) According to a 2016 study by economists

      Lawrence Katz and Alan Krueger, 94 percent of net
      employment growth in the United States economy
      from 2005 to 2015 occurred in alternative work arrangements.
- 18 (5) As the population of independent workers 19 grows, it is increasingly important that workers are 20 provided portable benefits.
- 21 SEC. 3. DEFINITIONS.
- In this Act:

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23 (1) ELIGIBLE ORGANIZATION.—The term "eligi-24 ble organization" means any State or local govern-25 ment or any nonprofit organization.

1	(2) ELIGIBLE WORK.—The term "eligible work"
2	means any work performed that is not in connection
3	with traditional full-time employment.
4	(3) Eligible worker.—The term "eligible
5	worker" means any worker who is not a traditional
6	full-time employee of the entity hiring the worker for
7	the eligible work, including any independent con-
8	tractor, contract worker, self-employed individual,
9	freelance worker, temporary worker, or contingent
10	worker.
11	(4) Portable benefits.—The term "portable
12	benefits''—
13	(A) means work-related benefits that are
14	provided to eligible workers for eligible work in
15	a manner that allows the worker to maintain
16	the benefits upon changing jobs; and
17	(B) includes—
18	(i) contributions on behalf of the eligi-
19	ble worker made by an entity (including
20	multiple entities, if applicable) in connec-
21	tion with eligible work performed by the
22	worker for the entity, including entities
23	that facilitate the sale of such work;
24	(ii) contributions made by the eligible
25	worker; or

1	(iii) a combination of the contribu-
2	tions described in clauses (i) and (ii).
3	(5) Secretary.—The term "Secretary" means
4	the Secretary of Labor.
5	(6) Work-related benefits.—The term
6	"work-related benefits" means benefits, including
7	protections, of a type that are commonly provided to
8	traditional full-time employees, such as workers'
9	compensation, skills training, disability coverage,
10	health insurance coverage, retirement saving, income
11	security, and short-term saving.
12	SEC. 4. ESTABLISHMENT OF PORTABLE BENEFITS PILOT
13	PROGRAM.
13 14	<ul><li>PROGRAM.</li><li>(a) In General.—The Secretary, in consultation</li></ul>
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14 15	(a) In General.—The Secretary, in consultation
14 15	(a) IN GENERAL.—The Secretary, in consultation with the head of any other relevant Federal agency, shall award grants for fiscal year 2022, on a competitive basis,
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14 15 16 17 18	(a) In General.—The Secretary, in consultation with the head of any other relevant Federal agency, shall award grants for fiscal year 2022, on a competitive basis, to eligible organizations to support broad innovation and experimentation with respect to portable benefits.
14 15 16 17 18	(a) In General.—The Secretary, in consultation with the head of any other relevant Federal agency, shall award grants for fiscal year 2022, on a competitive basis, to eligible organizations to support broad innovation and experimentation with respect to portable benefits.  (b) USES OF FUNDS.—
14 15 16 17 18 19 20	<ul> <li>(a) IN GENERAL.—The Secretary, in consultation with the head of any other relevant Federal agency, shall award grants for fiscal year 2022, on a competitive basis, to eligible organizations to support broad innovation and experimentation with respect to portable benefits.</li> <li>(b) USES OF FUNDS.— <ul> <li>(1) TYPES OF GRANTS.—The grants awarded</li> </ul> </li> </ul>
14 15 16 17 18 19 20 21	<ul> <li>(a) In General.—The Secretary, in consultation with the head of any other relevant Federal agency, shall award grants for fiscal year 2022, on a competitive basis, to eligible organizations to support broad innovation and experimentation with respect to portable benefits.</li> <li>(b) Uses of Funds.— <ul> <li>(1) Types of grants.—The grants awarded under subsection (a) shall be grants for—</li> </ul> </li> </ul>

- 1 (B) the design, implementation, and eval-2 uation of new models or approaches for pro-3 viding such benefits.
- 4 (2) REQUIREMENT REGARDING RETIREMENT5 RELATED BENEFITS.—An eligible organization that
  6 receives a grant under subsection (a) may not use
  7 the grant to fund a model or approach described in
  8 paragraph (1) that provides only retirement-related
  9 benefits.
- 10 (c) POTENTIAL FOR NATIONAL APPLICABILITY.—In 11 awarding grants under subsection (a), the Secretary shall 12 consider the potential of the model or approach described 13 in subsection (b)(1) to be replicated on a large scale or 14 at the national level.
- 15 (d) APPLICATIONS.—Each eligible organization that
  16 desires to receive a grant under subsection (a) shall sub17 mit an application to the Secretary, at such time, in such
  18 manner, and accompanied by such information as the Sec19 retary may require.

#### 20 SEC. 5. REPORT TO CONGRESS.

Not later than September 30, 2024, the Comptroller General of the United States shall evaluate the outcome of the grants awarded under section 4(a) and provide a report on such evaluation to Congress. Such report shall include an assessment of the impact of such grants on the

- 1 compensation of workers receiving portable benefits under
- 2 section 4.
- 3 SEC. 6. AUTHORIZATION OF APPROPRIATIONS.
- 4 (a) In General.—There is authorized to be appro-
- 5 priated for fiscal year 2022—
- 6 (1) \$5,000,000 to carry out the grants de-
- 7 scribed in section 4(b)(1)(A); and
- 8 (2) \$15,000,000 to carry out the grants de-
- 9 scribed in section 4(b)(1)(B).
- 10 (b) AVAILABILITY.—Amounts appropriated under
- 11 subsection (a) shall remain available until expended.

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