SB0233S01 compared with SB0233

{deleted text} shows text that was in SB0233 but was deleted in SB0233S01. inserted text shows text that was not in SB0233 but was inserted into SB0233S01.

DISCLAIMER: This document is provided to assist you in your comparison of the two bills. Sometimes this automated comparison will NOT be completely accurate. Therefore, you need to read the actual bills. This automatically generated document could contain inaccuracies caused by: limitations of the compare program; bad input data; or other causes.

Senator John D. Johnson proposes the following substitute bill:

PORTABLE BENEFIT PLAN

2023 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: John D. Johnson

House Sponsor:

LONG TITLE

General Description:

This bill enacts provisions related to portable benefit plans.

Highlighted Provisions:

This bill:

- provides that government entities or private entities may offer a portable benefit plan;
- requires contributions to a portable benefit plan be voluntary;
- provides that contributions to a portable benefit plan:
 - are not evidence of an employment relationship or employer liability; and
 - may not be used as criteria in determining employment classifications; and
- defines terms.

Money Appropriated in this Bill:

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None

Other Special Clauses:

None

Utah Code Sections Affected:

ENACTS:

34-57-101, Utah Code Annotated 1953

34-57-102, Utah Code Annotated 1953

Be it enacted by the Legislature of the state of Utah:

Section 1. Section **34-57-101** is enacted to read:

CHAPTER 57. PORTABLE BENEFIT PLAN

Part 1. General Provisions

<u>34-57-101.</u> Definitions.

As used in this chapter:

(1) "Hiring party" means a person who hires or enters into a contract with an independent contractor.

(2) "Independent contractor" means the same as that term is defined in Section

<u>34A-2-103.</u>

(3) "Portable benefit plan" means a group {coverage benefit option offered through a fund, account, or alternative mechanism }that:

(a) {provides portable benefits, including:

(i) health insurance coverage;

(ii) unemployment insurance coverage; or

(iii) disability pay coverage offers an insurance product regulated by:

(i) Title 31A, Insurance Code; or

(ii) Title 35A, Chapter 4, Employment Security Act; and

(b) is assigned to an individual beneficiary and is not associated with a specific

employer or hiring party.

Section 2. Section **34-57-102** is enacted to read:

<u>34-57-102.</u> Administration -- Assignment of benefits -- Portability.

(1) A governmental entity or private entity may offer a portable benefit plan.

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(2) Contributions to a portable benefit plan:

(a) shall be voluntary; and

(b) may not be used as a criterion for determining a person's employment classification.

(3) If an Internet or application-based company contributes to a portable benefit plan for the benefit of an individual beneficiary:

(a) the contribution is not evidence of employer liability; and

(b) a court may not construe the contribution as an element of an employment relationship for purposes of:

(i) Title 34A, Chapter 2, Workers' Compensation Act; or

(ii) Title 35A, Chapter 4, Employment Security Act.