

BILL ANALYSIS

Senate Research Center
79R17590 KSD-D

C.S.H.B. 1939
By: Ritter (Fraser)
Business & Commerce
5/18/2005
Committee Report (Substituted)

AUTHOR'S/SPONSOR'S STATEMENT OF INTENT

Existing law does not require that staff leasing service companies provide their employees with documentation that details terms of their employment after being released from a client company, which has lead to numerous employees being ineligible for unemployment benefits after being released from a position with a client company.

C.S.H.B. 1939 requires that staff leasing service companies provide written notification that states the terms and conditions of employment.

RULEMAKING AUTHORITY

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Section 207.045(i), Labor Code, as follows:

- (i) Provides that in order for a staff leasing company to consider that an employee left without good cause, the staff leasing services company must have given written notice, as specified, for the assigned employee to contact the staff leasing company for a new assignment at the time the employee's assignment to a client company concluded.

SECTION 2. Makes application of this Act prospective.

SECTION 3. Effective date: September 1, 2005.