UNEMPLOYMENT BENEFITS AND THE DUTY CREW SHIFT

The State Fire Marshal Division has received numerous questions surrounding unemployment benefits and working on a <u>duty crew</u> with your fire department. After reaching out to Department of Employment & Economic Development (DEED), they have offered the following guidance.

PLEASE NOTE: THE FOLLOWING GUIDELINES REFER TO <u>ANY</u> FIRE DEPARTMENT THAT EITHER OPERATES A DUTY CREW SYSTEM CURRENTLY, OR ANY DEPARTMENT THAT IS PLANNING ON DEVELOPING ONE DURING THIS COVID-19 PANDEMIC.

- Under Minnesota law, earnings for <u>emergency calls</u> as a volunteer/paid-on-call firefighter or volunteer/paid-on-call ambulance service personnel do NOT reduce unemployment benefit payments. https://uimn.org/applicants/affectsbenefits/other-income/index.jsp
 - a. The section above refers to the firefighters who are **paged out** for an emergency response.
 - b. This also includes the page-out to "standing by" at a neighboring community as part of a mutual aid agreement. The standby was due to an emergency call-out, and was not a scheduled event.
- 2. However, this exception <u>does not</u> apply to on-call or standby pay provided to a volunteer/ paid-on-call firefighter or volunteer/ paid-on-call ambulance service personnel. See here for info about working while requesting unemployment benefits.

https://www.uimn.org/applicants/affectsbenefits/report-work/index.jsp

a. The section above refers to the firefighters who sign up for a duty crew. (A scheduled event)

It is important to note here that UI does not act as a disincentive for part-time work.

You **can** receive a partial unemployment benefit for any week you work less than 32 hours and your earnings are less than your weekly benefit amount. The UI (unemployment insurance) system will deduct 50% of <u>your duty crew earnings</u> from your UI benefit payment. We are using \$10.00/hr. as an example. Please insert your own duty crew hourly wage in to the equations to get a clearer representation of your UI matrix.

DUTY CREW HOURS BELOW 32 HOUR/WEEK THRESHOLD - @ \$10.00/HR.

Scenario 1

- Say you have a UI weekly benefit amount of \$500.
- You earn \$80 for working 8-hour duty crew @ \$10.00/hr.
- The state deducts \$40 of that \$80 from your UI benefit (50% of your duty crew pay).
- Your gross pay is now \$540, instead of \$500. (\$500 \$40 + \$80 = \$540)

Scenario 2

- You have a UI weekly benefit amount of \$500.
- You earn \$160 for working 2 8-hour duty crew @ \$10.00/hr.
- The state deducts \$80 of that \$160 from your UI benefit (50% of your duty crew pay).
- Your gross pay is now \$580, instead of \$500. (\$500 \$80 + \$160 = \$580)

DUTY CREW HOURS IN EXCESS OF 32 HOURS/WEEK THRESHOLD - @ \$10.00/HR

Under Minnesota law, you are not eligible for unemployment benefits in any week you work **32 or more hours**, <u>or</u> when your gross earnings for the week are **equal to or greater** than your weekly benefit amount.

Scenario 3 (Hours worked is greater than 32, and gross pay is greater than weekly UI benefit)

- Say you have a UI weekly benefit amount of \$500.
- You earn \$600 for working 6 days (8 hrs./ea.) on a duty crew 48 hr. total
- The state <u>will not</u> pay any of your weekly unemployment benefits because you worked more than 32 hours, and your GROSS PAY is equal to, or greater than your weekly UI benefit.
- But, you will keep all your weekly earnings from the fire department duty crew work.
- Your gross pay is now \$600, instead of \$500.

Be aware of the following scenario!

Scenario 4 (Hours worked is greater than 32 hours, but gross pay is less than weekly UI benefit)

- You have a UI weekly benefit amount of \$500.
- You earn \$400 for working 5 days (8 hrs./ea.) on a duty crew 40-hour total
- The state <u>will not</u> pay any of your weekly unemployment benefits because you worked more than 32 hours, even though your GROSS PAY is less than your weekly UI benefit.
- Your gross pay is now <u>reduced</u> to \$400, instead of \$500.

Also note that workers can qualify for CARES Act benefits (the \$600 additional payment) even if they are receiving a partial unemployment benefit.

For questions, please call:

Minnesota Department of Employment & Economic Development

Twin Cities area: **651-296-3644** Greater Minnesota: **1-877-898-9090**