Annual Political and Employment Law Update for



presented by

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Annual Political and Employment Law Update

2021-2022 Legislative Session Highlights

2022 Elections

Previewing the years ahead...

2021-2022 Legislative Session Highlights

Labor and Employment Edition

- Pandemic emergency response
 - > Defeated multiple bills to restrict employer health safety policies
 - > Led a broad coalition to provide employers temporary, targeted liability protections against frivolous lawsuits. Legislation vetoed.
- Defeated Overtime Expansion proposal
- Unemployment Compensation
 - Reinstating work search requirement
 - Improved employer guidance (refusing work, UC fraud, etc)
- Workforce Development
 - Childcare Tax Credit
 - Automatic Driver's License Suspensions
 - Supporting Youth Employment
 - Background Checks
- Noncompete Agreements
- Independent Contractors
- PRO Act: Coordinated PA efforts as part of a national campaign

2022 Elections

2022 Election Themes

- ✓ Historical Trends
- ✓ The Economy and Inflation
- ✓ Redistricting
- ✓ Crowded Primaries
- ✓ Unconventional Candidates
- ✓ Dobbs Decision
- ✓ Trump Factor
- ✓ Vote by Mail



2022 Elections

U.S. Senate

• John Fetterman 2,610,253 50.7%

• Dr. Mehmet Oz 2,049,533 46.8%

Current US Senate Breakdown

50 GOP; 50 Dem Majority: Democrat

Post-Election

49 GOP; 48 Dem; 3 TBD (AZ, NV, GA)

U.S. House Key Races

- CD 1 (Bucks) Cong. B. Fitzpatrick (R) v. Ashley Ehasz (D)
- CD 6 (Chester, Berks) Cong C. Houlahan (D) v. Guy Ciarrocchi (R)
- CD 7 (Lehigh Valley) Cong. S. Wild (D) v. Lisa Scheller (R)
- CD 8 (NEPA) Cong M. Cartwright (D) v. Jim Bognet (R)
- CD 17 (SWPA) J. Shaffer (R) v. Chris. Deluzio (D)

Current US House Breakdown

220 Dem; 211 GOP; 4 Vacancies

Majority: Democrat

Post-Election

198 Dem; 211 GOP, 26 Too Close to Call*

Majority: Republican?

*As of last week

2022 State Elections

Governor

Josh Shapiro 56.1%

Doug Mastriano 42.1%

State Senate Breakdown

Pre Election: 28 GOP; 21 Dem; 1 Independent;

Majority: Republican

Post Election: 28 GOP; 22 Dem;

Majority: Republican

State House Breakdown

Pre-Election: 113 GOP; 88 Dem, 2 Vacancies

Majority: Republican

Post-Election: 100 GOP; 101 Dem

2 Too Close to Call

Majority: Democrats?

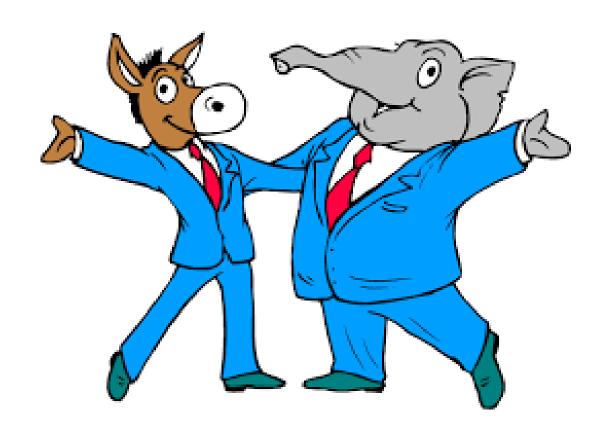
So, what's it all mean?

More divided government



But also...

Opportunities for compromise!



2022 State Election Quick Facts

U.S. Senate

• Lt. Gov. John Fetterman breaks a 50-year curse in which Lt. Govs have failed to win election to other offices

U.S. House

• Pennsylvania has lost a congressional seat every decade since the 1930s (36 to 17)

Governor

• First time in seven decades that one party will have won three consecutive elections for governor.

State Senate

• Half of the Senate Republican 8-member Leadership team is not returning next year

State House

• 58 percent of the House has turned over in the last six years

Previewing the years ahead...

A. Workforce

1. Alex

- a. Shorter-term solutions focused on encouraging employment, reemployment and job training
- b. Longer-term solutions emphasizing better alignment between the education/training and business communities

- a. 3 Diversity Danger Zones relative to hiring and promoting
- b. Impact of likely Affirmative Action decision

B. Medical and Recreational Marijuana

1. Alex

- a. Address employment / workplace safety concerns with medical marijuana program.
- b. Adult-use recreational marijuana coming next?

- a. Pennsylvania law: "solely" as potential defense
- b. Philadelphia law: limits on pre-employment weed testing
- c. New Jersey law and reasonable suspicion testing

C. Independent Contractors

1. Alex

- a. National campaign to curtail independent contractor status
- b. Effort to establish benefits program for the gig economy

- a. State law may be stricter than under FLSA
- b. For example, ABC test in CA, MA, NJ, etc.

D. Unemployment Compensation

1. Alex

- a. Improve eligibility requirements and dispute resolution process
- b. Focus program on encouraging reemployment

- a. Remote workers and unemployment
- b. Other remote worker issues include workers' comp, taxes and licensure

E. Non-Compete

1. Alex

- a. Proposals to restrict non-competes in healthcare, broadcasting and more generally
- b. National campaign highlighted by Biden 2021 Executive Order

- a. Restrictions in growing number of states, such as Illinois
- b. Courts almost everywhere, to varying degrees, are less likely to narrow overbroad covenants

F. COVID-19

- 1. Alex
 - a. Restrictions on employer health and safety policies
 - b. Push for workers' compensation presumption
- 2. Jonathan
 - a. EEOC guidance on COVID testing
 - b. Religious exemptions to vaccine mandates

G. Mandatory Arbitration

- a. Current federal law: cannot mandate arbitration for sexual harassment or sexual assault claims
- b. Potential extension of federal preclusion to other kinds of unlawful harassment as well as to wage and hour claims
- c. California law—only voluntary arbitrations

H. Abortion

- 1. Alex
 - a. Among most prominent election issues according to exit polling
 - b. Prospect of legislation unclear
- 2. Jonathan
 - a. Travel issue
 - b. Navigating civil and criminal liability

I. Wage and Hour

- 1. Alex (minimum wage)
 - a. Minimum wage and overtime back on the agenda
 - b. Renewed push for federal-state alignment
- 2. Jonathan
 - a. Minimum salary under federal law—nothing, yet
 - b. California and meal "break-downs"
 - c. Pennsylvania and Amazon decision

J. Unions

1. Alex

- a. USDOL and NLRB activism
- b. How does USDOL and NLRB respond to Congressional shift?

- a. Increase in union activity
- b. Need rapid response plan
- c. Starts with supervisory education

Thank You