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COMMITTEES: FINANCE **ENERGY AND NATURAL** RESOURCES HEALTH, EDUCATION, LABOR, AND PENSIONS **VETERANS' AFFAIRS** JOINT ECONOMIC COMMITTEE

May 20, 2020

The Honorable Mitch McConnell Majority Leader United States Senate S-230, U.S. Capitol Washington, D.C. 20510

The Honorable Chuck Schumer Minority Leader United States Senate 322 Hart Senate Office Building Washington, D.C. 20510

Dear Majority Leader McConnell and Minority Leader Schumer:

The coronavirus (COVID-19) pandemic has emerged as one of the greatest challenges the United States has faced in a generation. It has profoundly impacted public health, altered Americans' way of life, and temporarily decimated entire sectors of our nation's economy. While Congress has taken important steps to assist workers across the country during the COVID-19 pandemic, we respectfully and urgently request that you advance a commonsense measure that would support our nation's independent workers. There are millions of gig workers in the American economy that are feeling the severe impact of a nation in lockdown, with "stay at home" orders resulting in a massive reduction in market demand and a loss in income.

As the COVID-19 outbreak continues in the United States, several platform companies acted quickly by providing compensation for gig workers during the public health emergency. For instance, rideshare companies are providing paid sick leave for those drivers who were diagnosed with COVID-19 or directed to guarantine by a doctor or public health official. This provides financial support for those who need it, but just as importantly, it helps to slow the spread of COVID-19 among the public at large. Normally, these actions would raise questions about the employee-employer relationship and risk the independent status that these workers prefer. However, these are not normal times, and these companies are doing the right thing by providing a temporary safety net to reduce the economic need for workers to continue interacting with other members of the public if they feel ill or are developing symptoms of COVID-19. As federal policymakers, we should be encouraging proactive measures like this that help to reduce the risk of transmission of COVID-19.

Even though states are working to establish programs to implement the provisions enacted in the CARES Act, there are numerous reports of significant technical and legal hurdles. In the interim, businesses should have a "safe harbor" guarantee that they can continue to assist independent workers without the risk of triggering complex worker classification issues during this public health emergency. Not only are these companies providing this compensation at zero

1 Cassella, Megan, and Rebecca Rainey. "Gig Workers Struggle to Claim Unemployment Relief." POLITICO, 15 Apr. 2020, www.politico.com/news/2020/04/15/workers-struggle-to-claim-unemployment-relief-188814.

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cost to the government or taxpayers, it is also the right thing to do, will assist overall public health efforts, and is exactly the type of action we should be incentivizing during this environment.

We request you include this safe harbor provision in upcoming COVID-19 related legislation in order to support the health and safety of independent workers and the American public. It will provide much-needed legal clarity during these very uncertain times.

Thank you for your consideration of this important matter.

Sincerely,

Bill Cassidy, M.D.

Bill Cassidy, M.D. United States Senator

Tim Scott

United States Senator

Mike Bran

Mike Braun United States Senator

Kelly Loeffler United States Senator