April 28, 2020

The Honorable Nancy Pelosi Speaker of the House Washington DC 20515

Dear Speaker Pelosi:

We, the undersigned, urge you to enact substantial improvements to the short- time compensation program, or work share, as part of the next COVID-19 relief package. While the CARES Act did strengthen work sharing programs in the states with existing work sharing laws, recent developments demand even stronger policies.

In just the last five weeks, an unprecedented 26 million people filed for unemployment benefits. One path to potentially limit the number of unemployed over the coming months is to encourage employers to reduce hours rather than laying workers off. A robust, enhanced federal work sharing program could do just that.

In the states that have made use of the existing Short-Time Compensation program -- as well as in a number of countries that have similar policies -- work sharing has prevented layoffs and contributed to a faster recovery in previous downturns. Work sharing allows employers to reduce hours for all workers instead of laying them off. The employees are then compensated for the reduction in hours with a portion of their unemployment insurance benefits to make up for the difference in lost wages. This keeps people working and businesses open while allowing businesses to quickly ramp up as the economy recovers. As suggested by Congressman Mark Pocan, to adequately address the reduction in GDP and potential job loss, the federal work sharing program should be improved by:

- allowing employers participating in the work sharing program to reduce hours worked by employees to 20 percent of their normal working hours
- having the federal government temporarily cover 100 percent of work sharing program costs in all states,
- allowing all businesses to participate in work sharing, regardless of firm size (to participate in state work sharing programs, some states currently require a minimum number of employees, in effect barring some small businesses)

A stronger federal work sharing program could slow the rise in unemployment. These improvements would allow thousands of additional businesses to participate in work sharing, reducing layoffs and overall costs to unemployment insurance benefits. Strengthening work sharing along with other payroll subsidies could bring about a quicker and broader economic recovery. It is important that Congress act decisively and enact these measures without delay.

Sincerely,

Randy Albelda, Professor of Economics, University of Massachusetts Boston

Larry Allen, Professor of Economics, Lamar University

Eileen Appelbaum, Co-Director, Center for Economic and Policy Research

Peter Arno, Senior Fellow and Director of Health Policy Research, Political Economy Research Institute, UMASS, Amherst

Michael Ash, Professor of Economics & Public Policy, University of Massachusetts Amherst

M V Lee Badgett, Professor of Economics, University of Massachusetts Amherst

Ron Baiman, Associate Professor of Economics, Benedictine University

Dean Baker, Senior Economist and Co-Founder, Center for Economic and Policy Research

Erdogan Bakir, Associate Professor of Economics, Bucknell University

Radhika Balakrishnan, Professor, Rutgers University

Eric Beinhocker, Executive Director, Institute for New Economic Thinking, University of Oxford

Lourdes Beneria, Professor Emerita, Cornell University

Cyrus Bina, Distinguished Research Professor of Economics, University of Minnesota (Morris Campus)

Josh Bivens, Research Director, Economic Policy Institute

Sandra E. Black, Professor of Economics and International Affairs, Columbia University

Robert A. Blecker, Professor of Economics, American University

Howard Botwinick, Associate Professor of Economics Emeritus, SUNY Cortland

Scott Carter, Professor of Economics, The University of Tulsa

Kimberly Christensen , Economics Professor, Sarah Lawrence College

Nathaniel Cline, Associate Professor, University of Redlands

George De Martino, Professor of Economics, University of Denver

Arindrajit Dube, Professor of Economics, University of Massachusetts, Amherst

Richard Du Boff, Wexler Professor Emeritus of Economics, Bryn Mawr College

Amitava Krishna Dutt, Professor of Economics and Political Science, University of Notre Dame Nina Eichacker, Professor, University of Rhode Island

Gerald Epstein, Professor of Economics, University of Massachusetts Amherst

Anders Fremstad, Assistant Professor of Economics, Colorado State University

John Gallup, Associate Professor, Portland State University

Don Goldstein, Emeritus, Professor of Economics, Allegheny College

Neva Goodwin, Co-Director, Global Development and Environment Institute, Tufts University

Joshua Greenstein, Assistant Professor of Economics, Hobart and William Smith Colleges

Robert Guttmann, Augustus B Weller Professor of Economics, Hofstra University

Greg Hannsgen, Independent Economist, Greg Hannsgen's Economics Blog

Denise Hare, Professor of Economics, Reed College

John Harvey, Professor of Economics, Texas Christian University

Baban Hasnat, Professor of International Business and Economics, SUNY Brockport

P. Sai-wing Ho, Professor of Economics, University of Denver

Susan Houseman, Vice President and Director of Research, Upjohn Institute for Employment Research

Eric Hoyt, PhD in Economics, UMass-Amherst

Dorene Isenberg, Professor, Dept. of Economics, University of Redlands

Haider A Khan, Distinguished University Professor, University of Denver

Mary C King, Professor of Economics Emerita, Portland State University

Anthony Laramie, Chair and Professor of Economics, Merrimack College

William Van Lear, Professor of Economics, Belmont Abbey College

Thea Lee, President, Economic Policy Institute

Charles Levenstein, Professor Emeritus of Work Environment, University of Massachusetts Lowell

Margaret Levenstein, Research Professor, University of Michigan

Arthur MacEwan, Professor Emeritus of Economics, University of Massachusetts Boston Allan, MacNeill, Professor, Webster University

Zagros Madjd-Sadjadi, Former Chief Economist, City and County of San Francisco and Professor of Economics, Winston-Salem State University

Arindam Mandal, Associate Professor of Economics, Siena College

Thomas Masterson, Director of Applied Micromodeling, Levy Economics Institute of Bard College

Peter Hans Matthews, Professor of Economics, Middlebury College

Terrence McDonough, Emeritus Professor, National University of Ireland Galway

Martin Melkonian, Adjunct Associate Professor, Hofstra University

John Miller, Professor of Economics, Wheaton College, Norton, MA

Lawrence Mishel, Distinguished Fellow, Economic Policy Institute

Tracy Mott, Professor Emeritus of Economics, University of Denver

Michele Naples, Dr, The College of New Jersey

Katherine Moos, Assistant Professor of Economics, University of Massachusetts Amherst

Catherine P. Mulder, Assoc. Professor, John Jay College-CUNY

Julie A. Nelson, Professor of Economics Emeritus, University of Massachusetts Boston

Reynold F. Nesiba, Professor of Economics, Augustana University

Eric Nilsson, Professor of Economics, California State University, San Bernardino

Lenore Palladino, Assistant Professor of Economics and Public Policy, University of Massachusetts Amherst

Mark Paul, Assistant Professor of Economics, New College of Florida

Eva Paus, Professor of Economics on the Ford Foundation, Mount Holyoke College

Luke Petach, Assistant Professor of Economics, Belmont University

Karen Pfeifer, Professor Emerita of Economics, Smith College

Lynda Pickbourn, Associate Professor of Economics and Lecturer in Economics , Hampshire College and University of Massachusetts, Amherst

Bruce Pietrykowski, Professor of Economics, University of Michigan-Dearborn

Robert Pollin, Distinguished University Professor of Economics and Co-Director, Political

Economy Research Institute, University of Massachusetts Amherst

Dr. Pratistha Joshi, Lecturer, Boston University

Mark Price, Assistant Director of Research, Labor Economist, Pennsylvania State Education Association

Smita Ramnarain, Dr., University of Rhode Island

Robert B. Reich, Chancellor's Professor of Public Policy, University of California, Berkeley

Michael D. Robinson, Professor of Economics, Mount Holyoke College

Leopoldo Rodriguez, Associate Professor, Portland State University

David F. Ruccio, Professor of Economics Emeritus, University of Notre Dame

Jeffrey Sachs, University Professor, Columbia University

Emmanuel Saez, Professor of Economics and Director of the Center for Equitable Growth, University of California, Berkeley

John Schmitt, Vice President, Economic Policy Institute

Elliott Sclar, Emeritus Professor, Columbia University

Laurence Seidman, Professor of Economics, University of Delaware

Stephanie Seguino, Professor of Economics, University of Vermont

Zoe Sherman, Associate Professor of Economics, Merrimack College Heidi Shierholz, Senior Economist and Director of Policy, Economic Policy Institute Nicholas Shunda, Associate Professor of Economics, University of Redlands William Spriggs, Professor of Economics, Howard University Howard Stein Professor, DAAS and Epidemiology, University of Michigan Chris Tilly, Professor of Urban Planning and Sociology, UCLA E. Ahmet Tonak, Visiting Professor, UMass Amherst, Economics Department Mayo Toruño, Professor Emeritus, California State University San Bernardino Mariano Torras, Ph.D., Professor of Economics, Adelphi University Andres Torres, Professor (retired), Lehman College, CUNY Eric Tymoigne, Associate Professor of Economics, Lewis & Clark College David F. Weiman, Professor of Economics, Barnard College, Columbia University Mark Weisbrot, Co-Director and Co-Founder, Center for Economic and Policy Research Jeannette Wicks-Lim, Associate Research Professor, Political Economy Research Institute, University of Massachusetts John Willoughby, Professor, Economics, American University Brenda Wyss, Associate Professor of Economics, Wheaton College, MA

Gabriel Zucman, Associate Professor of Economics, University of California, Berkeley

Tanadej Vechsuruck, Assistant Professor, University of Rhode Island

Yavuz Yasar, Associate Professor, University of Denver