## LEGISLATURE OF NEBRASKA

## ONE HUNDRED EIGHTH LEGISLATURE

## FIRST SESSION

## **LEGISLATIVE BILL 502**

Introduced by Cavanaugh, M., 6.

Read first time January 17, 2023

Committee: Business and Labor

- 1 A BILL FOR AN ACT relating to labor; to adopt the Warehouse Worker
- 2 Protection Act; and to provide severability.
- 3 Be it enacted by the people of the State of Nebraska,

1 Section 1. Sections 1 to 12 of this act shall be known and may be

- 2 cited as the Warehouse Worker Protection Act.
- 3 Sec. 2. For purposes of the Warehouse Worker Protection Act:
- 4 (1) Aggregated data means information that an employer has combined
- 5 or collected together in summary or other form such that the data cannot
- 6 <u>be identified with any individual;</u>
- 7 (2) Commissioner means the Commissioner of Labor;
- 8 (3) Controlled group of corporations has the same meaning as in 26
- 9 U.S.C. 1563, except that fifty percent shall be substituted for eighty
- 10 percent where eighty percent is specified in that definition;
- 11 (4) Defined time period means any unit of time measurement equal to
- or less than the duration of an employee's shift, and includes hours,
- 13 <u>minutes</u>, and seconds and any fraction thereof;
- 14 (5) Designated employee representative means any employee
- 15 representative, including, but not limited to, an authorized employee
- 16 representative that has a collective bargaining relationship with the
- 17 employer;
- 18 (6) Employee means a nonexempt and non-administrative employee who
- 19 works at a warehouse distribution center and is subject to a quota as
- 20 <u>defined in this section;</u>
- 21 (7) Employee work speed data means information an employer collects,
- 22 stores, analyzes, or interprets relating to an individual employee's
- 23 performance of a quota, including, but not limited to, quantities of
- 24 tasks performed, quantities of items or materials handled or produced,
- 25 rates or speeds of tasks performed, measurements or metrics of employee
- 26 performance in relation to a quota, and time categorized as performing
- 27 tasks or not performing tasks;
- 28 (8)(a) Employer means a person who directly or indirectly, or
- 29 through an agent or any other person, including through the services of a
- 30 third-party employer, temporary services, or staffing agency, independent
- 31 contractor, or any similar entity, at any time in the prior twelve

- 1 months, employs or exercises control over the wages, hours, or working
- 2 conditions of one hundred or more employees at a single warehouse
- 3 distribution center or five hundred or more employees at multiple
- 4 <u>warehouse distribution centers in the state.</u>
- 5 <u>(b) All employees employed directly or indirectly, or through an</u>
- 6 agent or any other person, as described in subdivision (8)(a) of this
- 7 section, as well as any employee employed by a member of a controlled
- 8 group of corporations of which the employer is a member, shall be counted
- 9 in determining the number of employees.
- 10 (c) All agents or other persons, as described in subdivision (8)(a)
- 11 of this section, and all members of a controlled group of corporations of
- 12 which the employer is a member, shall be deemed to be employers and shall
- 13 be jointly and severally responsible for compliance with this article;
- 14 (9) Person means an individual, corporation, partnership, limited
- 15 partnership, limited liability partnership, limited liability company,
- 16 <u>business trust, estate, trust, association, joint venture, agency,</u>
- 17 <u>instrumentality</u>, or any other <u>legal</u> or <u>commercial</u> entity, whether
- 18 domestic or foreign;
- 19 (10) Quota means a work standard under which:
- 20 (a) An employee is assigned or required, within a defined time
- 21 period, to:
- 22 (i) Perform at a specified productivity speed;
- 23 (ii) Perform a quantified number of tasks; or
- 24 (iii) Handle or produce a quantified amount of material; or
- 25 (b) An employee's actions are categorized between time performing
- 26 <u>tasks and not performing tasks</u>, and the employee's failure to complete a
- 27 <u>task performance standard or recommendation may have an adverse impact on</u>
- 28 the employee's continued employment or the conditions of such employment;
- 29 and
- 30 (11) Warehouse distribution center means an establishment as defined
- 31 by any of the following North American Industry Classification System

- 1 (NAICS) codes, however such establishment is denominated:
- 2 <u>(a) 493 for warehousing and storage;</u>
- 3 (b) 423 for merchant wholesalers, durable goods;
- 4 (c) 424 for merchant wholesalers, nondurable goods; or
- 5 <u>(d) 492110 for couriers and express delivery services.</u>
- 6 Sec. 3. (1) Each employer shall provide to each employee, upon
- 7 hire, or within thirty days of the effective date of this act, a written
- 8 <u>description of each quota to which the employee is subject, including,</u>
- 9 but not limited to:
- 10 (a) The quantified number of tasks to be performed or materials to
- 11 <u>be produced or handled within the defined time period;</u>
- 12 <u>(b) Any specified productivity speed; and</u>
- (c) Any potential adverse employment action that could result from
- 14 <u>failure to meet the quota.</u>
- 15 (2) Any time an employer changes a quota, the employer shall provide
- 16 <u>an updated written description of such quota to each employee subject to</u>
- 17 the quota within two business days after the change.
- 18 (3) If an employer takes an adverse employment action against an
- 19 employee the employer shall provide that employee with the applicable
- 20 <u>quota for the employee.</u>
- 21 Sec. 4. An employee shall not be required to meet a quota that
- 22 prevents compliance with meal or rest periods or use of bathroom
- 23 facilities, including reasonable travel time to and from bathroom
- 24 facilities. An employer shall not take adverse employment action against
- 25 an employee for failure to meet a quota that:
- 26 (1) Does not allow a worker to comply with meal and rest periods as
- 27 <u>provided in this section; or</u>
- 28 <u>(2) Has not been disclosed to the employee as required by section 3</u>
- 29 of this act.
- 30 Sec. 5. Paid and unpaid breaks shall not be considered productive
- 31 time for the purpose of any quota or monitoring system unless the

- 1 employee is required to remain on call.
- 2 Sec. 6. (1) Each employer shall establish, maintain, and preserve
- 3 contemporaneous, true, and accurate records of the following:
- 4 (a) Each employee's employee work speed data;
- 5 (b) The aggregated work speed data for similar employees at the same
- 6 establishment; and
- 7 (c) The written descriptions of quotas each employee has been
- 8 provided pursuant to section 3 of this act.
- 9 (2) Records required to be maintained by this section shall be
- 10 preserved throughout the duration of an employee's period of employment
- 11 and, subsequent to an employee's separation from the employer, such
- 12 <u>records relating to the six-month period prior to the date of the</u>
- 13 employee's separation from the employer shall be preserved for at least
- 14 three years.
- 15 (3) Nothing in this section shall require an employer to keep such
- 16 records if such employer does not use quotas or otherwise monitor
- 17 employee work speed data.
- Sec. 7. (1) A current employee has the right to request a written
- 19 description of each quota to which the employee is subject, a copy of the
- 20 employee's own employee work speed data, and a copy of the prior six
- 21 months of aggregated work speed data for similar employees at the same
- 22 establishment.
- 23 (2) A former employee has the right to request, within three years
- 24 after the date of such former employee's separation from the employer, a
- 25 written description of the quota to which the former employee was subject
- 26 <u>as of the date of separation, a copy of the former employee's own</u>
- 27 <u>employee work speed data for the six months prior to the date of</u>
- 28 separation, and a copy of aggregated work speed data for similar
- 29 <u>employees at the same establishment for the six months prior to such the</u>
- 30 <u>date of separation.</u>
- 31 (3) An employer shall provide any records required to be maintained

1 or disclosed by this section or section 3 of this act to the commissioner

- 2 <u>upon request.</u>
- 3 (4) Records requested pursuant to this section shall be provided at
- 4 <u>no cost.</u>
- 5 (5) An employer shall provide records requested pursuant to this
- 6 section as soon as practicable. Requested written descriptions of quotas
- 7 shall be provided no later than two business days after the date of the
- 8 receipt of the request. Requested employee work speed data and aggregated
- 9 work speed data shall be provided no later than seven business days after
- 10 the date of the receipt of the request.
- 11 (6) Nothing in the Warehouse Worker Protection Act shall require an
- 12 <u>employer to use quotas or monitor employee work speed data. An employer</u>
- 13 that does not use quotas or monitor such data has no obligation under the
- 14 act to preserve or provide related records.
- 15 Sec. 8. (1) No person, including, but not limited to, an employer,
- 16 an employer's agent, or any person acting as or on behalf of a hiring
- 17 <u>entity</u>, or the officer or agent of any entity, business, corporation,
- 18 partnership, or limited liability company, shall discharge or in any way
- 19 retaliate, discriminate, or take adverse action against any person for
- 20 <u>exercising any rights protected by the Warehouse Worker Protection Act or</u>
- 21 for being perceived as exercising such rights. Such exercise includes,
- 22 but is not limited to:
- 23 (a) Initiating a request for information about a quota or employee
- 24 work speed data pursuant to the act; or
- 25 (b) Making a complaint related to a quota alleging any violation of
- 26 the act to the commissioner; any other local, state, or federal
- 27 governmental agency or official; or the employer.
- 28 (2) An employee need not explicitly refer to the Warehouse Worker
- 29 Protection Act or the rights enumerated in the act to be protected from
- 30 adverse action as provided in this section. The protections of this
- 31 section shall apply to former employees and to employees who mistakenly

- 1 but in good faith allege violations of the act.
- 2 (3) If a person takes adverse action against an employee within
- 3 ninety days after the employee's engaging or attempting to engage in
- 4 activities protected by the Warehouse Worker Protection Act, there shall
- 5 be a rebuttable presumption that the adverse action constitutes
- 6 <u>retaliation</u> in violation of this section. Such presumption may be
- 7 rebutted by clear and convincing evidence that:
- 8 (a) The action was taken for other permissible reasons; and
- 9 (b) Engaging or attempting to engage in activities protected by the
- 10 act was not a motivating factor in the adverse action.
- 11 Sec. 9. (1) The commissioner may subpoena records and witnesses
- 12 related to the enforcement of the Warehouse Worker Protection Act. The
- 13 commissioner or the commissioner's agents may conduct inspections of
- 14 <u>employers' facilities, inspect all related records, and gather testimony</u>
- on any matter relative to the enforcement of the act.
- 16 (2) If the commissioner finds, after notice and hearing, that an
- 17 employer has violated the Warehouse Worker Protection Act, the
- 18 commissioner may order payment of a civil penalty of not more than one
- 19 thousand dollars for each violation. Each day of continued violation
- 20 <u>shall constitute a separate violation.</u>
- 21 (3) If a particular worksite or employer has an annual employee
- 22 injury rate of at least one and one-half times as high as the warehousing
- 23 industry's average annual injury rate as published by the federal Bureau
- 24 of Labor Statistics' most recent fatal and non-fatal occupational
- 25 injuries and illnesses data, the commissioner shall conduct an
- 26 <u>investigation of any potential violations of the Warehouse Worker</u>
- 27 <u>Protection Act.</u>
- 28 Sec. 10. (1) Any person aggrieved by a violation of the Warehouse
- 29 Worker Protection Act may bring a civil action for appropriate relief.
- 30 Except as otherwise provided in this section, appropriate relief
- 31 <u>includes</u>:

1 (a) Such preliminary and other equitable or declaratory relief as

- 2 <u>may be appropriate; and</u>
- 3 (b) Reasonable attorney's fees and other litigation costs reasonably
- 4 incurred.
- 5 (2) When the relief sought relates to a quota that prevented the
- 6 compliance with applicable laws or regulations on workplace safety and
- 7 health or meal or rest break requirements, injunctive relief shall be
- 8 limited to suspension of the quota and any equitable relief necessary to
- 9 address any retaliation or other adverse action taken by the employer.
- 10 (3) If an employer is found to have retaliated in violation of
- 11 <u>section 8 of this act, appropriate relief shall also include an award of</u>
- 12 <u>actual damages.</u>
- 13 Sec. 11. The commissioner may adopt and promulgate rules and
- 14 regulations to carry out the Warehouse Worker Protection Act.
- 15 Sec. 12. The Attorney General may take such action as may be
- 16 necessary to enforce the Warehouse Worker Protection Act.
- 17 Sec. 13. If any section in this act or any part of any section is
- 18 declared invalid or unconstitutional, the declaration shall not affect
- 19 the validity or constitutionality of the remaining portions.