## LEGISLATURE OF NEBRASKA

## ONE HUNDRED SIXTH LEGISLATURE

## SECOND SESSION

## **LEGISLATIVE BILL 1016**

Introduced by Hansen, M., 26.

Read first time January 15, 2020

Committee: Business and Labor

- 1 A BILL FOR AN ACT relating to labor; to amend sections 48-1228 and
- 2 48-1231, Revised Statutes Cumulative Supplement, 2018, and section
- 3 48-1234, Revised Statutes Supplement, 2019; to change the Nebraska
- 4 Wage Payment and Collection Act; to harmonize provisions; and to
- 5 repeal the original sections.
- 6 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. Section 48-1228, Revised Statutes Cumulative Supplement,
- 2 2018, is amended to read:
- 3 48-1228 Sections 48-1228 to 48-1234 <u>and sections 2 and 5 of this act</u>
- 4 shall be known and may be cited as the Nebraska Wage Payment and
- 5 Collection Act.
- 6 Sec. 2. An employer shall not retaliate or discriminate against an
- 7 employee because the employee:
- 8 (1) Files a suit or complaint under the Nebraska Wage Payment and
- 9 <u>Collection Act; or</u>
- 10 (2) Testifies, assists, or participates in an investigation,
- 11 proceeding, or action concerning a violation of the act.
- 12 Sec. 3. Section 48-1231, Revised Statutes Cumulative Supplement,
- 13 2018, is amended to read:
- 14 48-1231 (1) An employee having a claim for wages which are not paid
- 15 within thirty days of the regular payday designated or agreed upon may
- 16 institute suit for such unpaid wages in the proper court. If an employee
- 17 establishes a claim and secures judgment on the claim, such employee
- 18 shall be entitled to appropriate relief, including reasonable attorney's
- 19 fees and costs recover (a) the full amount of the judgment and all costs
- 20 of such suit and (b) if such employee has employed an attorney in the
- 21 case, an amount for attorney's fees assessed by the court, which fees
- 22 shall not be less than twenty-five percent of the unpaid wages. If the
- 23 cause is taken to an appellate court and the employee plaintiff recovers
- 24 a judgment, the appellate court shall <u>award reasonable attorney's</u> fees to
- 25 the employee tax as costs in the action, to be paid to the plaintiff, an
- 26 additional amount for attorney's fees in such appellate court, which fees
- 27 shall not be less than twenty-five percent of the unpaid wages. If the
- 28 employee fails to recover a judgment in excess of the amount that may
- 29 have been tendered within thirty days of the regular payday by an
- 30 employer, such employee shall not recover the attorney's fees provided by
- 31 this <u>subsection</u> <del>section</del>. If the court finds that no reasonable dispute

- 1 existed as to the fact that wages were owed or as to the amount of such
- 2 wages, the court may order the employee to pay the employer's attorney's
- 3 fees and costs of the action as assessed by the court.
- 4 (2) Any employee aggrieved by a violation of section 2 of this act
- 5 <u>may bring a suit against his or her employer in the proper court to</u>
- 6 recover the damages sustained by reason of such violation. If an employee
- 7 prevails in a suit brought pursuant to this subsection, such employee
- 8 shall be entitled to appropriate relief, including reasonable attorney's
- 9 fees and costs. If the cause is taken to an appellate court and the
- 10 employee recovers a judgment, the appellate court shall award reasonable
- 11 attorney's fees to the employee.
- 12 (3) (2) An employer who fails to furnish a wage statement under
- 13 subsection (2) of section 48-1230 shall be guilty of an infraction as
- 14 defined in section 29-431 and shall be subject to a fine pursuant to
- 15 section 29-436.
- 16 (4) If an employee institutes suit against an employer under
- 17 <u>subsection (1) or (2) of this section, any citation that is issued</u>
- 18 against such employer under section 48-1234 and that is relevant to the
- 19 suit shall be admitted into evidence unless specifically excluded by the
- 20 court. If a citation has been contested as described in subsection (3) of
- 21 <u>section 48-1234, it shall not be admitted into evidence under this</u>
- 22 subsection until after such contest has been resolved.
- 23 Sec. 4. Section 48-1234, Revised Statutes Supplement, 2019, is
- 24 amended to read:
- 25 48-1234 (1) The Commissioner of Labor shall issue a citation to an
- 26 employer when an investigation reveals that the employer may have
- 27 violated the Nebraska Wage Payment and Collection Act, other than a
- 28 violation of subsection (2) of section 48-1230.
- 29 (2) When a citation is issued, the commissioner shall notify the
- 30 employer of the proposed administrative penalty, if any, by certified
- 31 mail or any other manner of delivery by which the United States Postal

- 1 Service can verify delivery or by any method of service recognized under
- 2 Chapter 25, article 5. The administrative penalty shall be not more than
- 3 five hundred dollars in the case of a first violation and not more than
- 4 five thousand dollars in the case of a second or subsequent violation.
- 5 (3) The employer has fifteen working days after the date of the
- 6 citation or penalty to contest such citation or penalty. Notice of
- 7 contest shall be sent to the commissioner who shall provide a hearing in
- 8 accordance with the Administrative Procedure Act.
- 9 (4) Any employer who has an unpaid citation for a violation of the
- 10 Nebraska Wage Payment and Collection Act shall be barred from contracting
- 11 with the state or any political subdivision until such citation is paid.
- 12 If a citation has been contested as described in subsection (3) of this
- 13 <u>section, it shall not be considered an unpaid citation under this</u>
- 14 <u>subsection until after such contest has been resolved.</u>
- 15 (5) Citations issued under this section and the names of employers
- 16 who have been issued a citation shall be made available to the public
- 17 upon request, except that this subsection shall not apply to any
- 18 citations that are being contested as described in subsection (3) of this
- 19 <u>section.</u>
- Sec. 5. No later than December 1 of each year, the Department of
- 21 Labor shall post information on its web site regarding compliance with
- 22 and enforcement of the Nebraska Wage Payment and Collection Act and shall
- 23 provide notice to the Legislature that the information was posted. The
- 24 information shall include, but not be limited to, (1) the total number of
- 25 reports of unpaid wages filed with the department in the prior calendar
- 26 <u>year, (2) the total number of reports investigated in the prior calendar</u>
- 27 year, (3) the results of all investigations completed in the prior
- 28 calendar year, including, but not limited to, the number of cases in
- 29 which wages were found to be owed to an employee, the number of cases in
- 30 which the employer paid wages owed to the employee during the course of
- 31 the investigation, and the number of cases in which it was found that no

- 1 wages were owed to an employee, (4) the number of citations issued
- 2 pursuant to section 48-1234 in the prior calendar year, (5) the total
- 3 amount of wages owed to employees according to the citations issued in
- 4 the prior calendar year, (6) the number and names of employers with more
- 5 than two citations in the previous five years, and (7) the number and
- 6 <u>names of employers with at least one unpaid citation from the previous</u>
- 7 <u>five years.</u>
- 8 Sec. 6. Original sections 48-1228 and 48-1231, Revised Statutes
- 9 Cumulative Supplement, 2018, and section 48-1234, Revised Statutes
- 10 Supplement, 2019, are repealed.