## LEGISLATURE OF NEBRASKA

## ONE HUNDRED SIXTH LEGISLATURE

## SECOND SESSION

## **LEGISLATIVE BILL 926**

Introduced by Business and Labor Committee: Hansen, M., 26, Chairperson; Chambers, 11; Crawford, 45; Halloran, 33; Lathrop, 12.

Read first time January 10, 2020

Committee: Business and Labor

- 1 A BILL FOR AN ACT relating to the Employee Classification Act; to amend
- 2 section 48-2907, Revised Statutes Cumulative Supplement, 2018; to
- 3 change provisions relating to violations of the act; to provide for
- 4 a hearing; to harmonize provisions; and to repeal the original
- 5 section.
- 6 Be it enacted by the people of the State of Nebraska,

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1 Section 1. Section 48-2907, Revised Statutes Cumulative Supplement,

- 2 2018, is amended to read:
- 3 48-2907 (1) In addition to any other fines or penalties provided by
- 4 law, if the commissioner may issue a citation to a contractor when an
- 5 investigation reveals finds, after notice and hearing, that a contractor
- 6 has violated the Employee Classification Act. , the contractor shall be
- 7 assessed, by the commissioner, a five-hundred-dollar fine
- 8 (2) When a citation is issued, the commissioner shall notify the
- 9 contractor of the proposed administrative penalty, if any, by certified
- 10 mail or any other manner of delivery by which the United States Postal
- 11 <u>Service can verify delivery or by any method of service recognized under</u>
- 12 <u>Chapter 25, article 5. The administrative penalty shall be not more than</u>
- 13 <u>five hundred dollars</u> per each misclassified individual for the first
- 14 offense and not more than five thousand dollars a five-thousand-dollar
- 15 fine per each misclassified individual for each second or and subsequent
- 16 offense.
- 17 (3) The contractor has fifteen working days after the date of the
- 18 citation or penalty to contest such citation or penalty. Notice of
- 19 contest shall be sent to the commissioner who shall provide a hearing in
- 20 accordance with the Administrative Procedure Act.
- 21 <u>(4)</u> Any contractor who has <u>an</u>unpaid <u>citation</u> fines for a
- 22 violation of the Employee Classification Act shall be barred from
- 23 contracting with the state or any political subdivision until such
- 24 <u>citation is</u> fines are paid.
- 25 Sec. 2. Original section 48-2907, Revised Statutes Cumulative
- 26 Supplement, 2018, is repealed.