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STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2021

AN ACT

RELATING TO LABOR AND LABOR RELATIONS -- PAYMENT OF WAGES

<u>Introduced By:</u> Senators McCaffrey, Goodwin, Ruggerio, Murray, Kallman, Ciccone, Lombardo, Valverde, DiMario, and DiPalma

<u>Date Introduced:</u> February 05, 2021

Referred To: Senate Labor

It is enacted by the General Assembly as follows:

SECTION 1. Section 28-14-17 of the General Laws in Chapter 28-14 entitled "Payment of Wages" is hereby amended to read as follows:

28-14-17. Penalty for violations.

(a) Any employer who violates or fails to comply with any of the provisions of this chapter shall be guilty of a misdemeanor, or in cases of nonpayment of wages if the value of the wages due to an employee is less than one thousand five hundred dollars (\$1,500) or in instances of a violation of § 28-14-19.1, and upon conviction of the misdemeanor, the employer shall be punished by a fine of not less than four hundred dollars (\$400) for each separate offense, or by imprisonment of up to one year, or by both fine and imprisonment. Each day of failure to pay wages due an employee at the time specified in this chapter shall constitute a separate and distinct violation.

(b) Any employer who violates or fails to comply with any of the provisions of this chapter shall be guilty of a felony if the value of the wages due to an employee is one thousand five hundred dollars (\$1,500) or more. Any employer who violates § 28-14-19.1 would also be guilty of a felony if the violation was a knowing violation or a second or subsequent violation of § 28-14-19.1. Upon a plea or conviction to a felony, shall be subject to the following penalties:

(1) If the value of the wages is between one thousand five hundred dollars (\$1,500) and five thousand dollars (\$5,000) or in instances of a first offense of a knowing violation of § 28-14-19.1, by imprisonment for not more than three (3) years or by a fine of not more than twice the value of the wages or ten thousand dollars (\$10,000), whichever is greater, or both;

1	(2) If the value of the wages exceeds five thousand dollars (\$5,000) or in instances of a
2	second or subsequent offense of a knowing violation of § 28-14-19.1, by imprisonment for not
3	more than five (5) years or a fine of not more than three (3) times the value of the wages or twenty
4	thousand dollars (\$20,000), whichever is greater, or both.
5	(b)(c) Any employer found guilty of violations of this chapter who does not pay wages and
6	fines within thirty (30) days of a final decision and after notification by the department of labor and
7	training, may have his, her or its business license revoked by the state of Rhode Island until he, she
8	or it pays such wages and fines in full or enters into a payment agreement with which he, she or it
9	stays in compliance.
10	SECTION 2. This act shall take effect upon passage.

SECTION 2. This act shall take effect upon passage.

LC001112

EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO LABOR AND LABOR RELATIONS -- PAYMENT OF WAGES

This act would increase the criminal penalties for wage theft and employee misclassification.

This act would take effect upon passage.

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