



# **121st MAINE LEGISLATURE**

### FIRST REGULAR SESSION-2003

**Legislative Document** 

No. 1131

H.P. 834

House of Representatives, March 4, 2003

## An Act to Require that Certain Employees Be Paid on a Weekly Basis

Reference to the Committee on Labor suggested and ordered printed.

Millicent M. Mac Jarland

MILLICENT M. MacFARLAND Clerk

Presented by Representative TWOMEY of Biddeford. Cosponsored by Senator HATCH of Somerset and Representatives: DUPLESSIE of Westbrook, HATCH of Skowhegan, PATRICK of Rumford, PINGREE of North Haven, Senators: BRYANT of Oxford, EDMONDS of Cumberland, STANLEY of Penobscot, STRIMLING of Cumberland.

#### Be it enacted by the People of the State of Maine as follows:

Sec. 1. 26 MRSA §621-A, as amended by PL 2001, c. 156, §1, is 4 repealed.

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Sec. 2. 26 MRSA §621-B is enacted to read:

- 8 §621-B. Payment of wages
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1. Certain employers; payment schedule. Every corporation, person or partnership engaged in a manufacturing, mechanical, 12 mining, quarrying, mercantile, restaurant, hotel, summer camp, beauty parlor, amusement, telegraph or telephone business; in any of the building trades; in a logging or lumbering operation; upon 14 public works; or in the construction or repair of roads, bridges, 16 sewers or gas, water or electric light works, pipes or lines; every incorporated express company or water company; and every 18 steam railroad company or corporation shall pay weekly each employee engaged in its business the wages earned by the employee 20 to within 8 days of the date of that payment; every county shall so pay every employee who is engaged in its business the wages or 22 salary earned by that employee, unless the employee requests in writing to be paid in a different manner. Municipalities shall pay their employees at least once every 2 weeks unless the 24 employee agrees to be paid under a less frequent pay schedule. 26 An employee who is absent from that employee's regular place of employment at a time\_fixed for payment must be paid on demand.

- This subsection only applies to employees who are paid minimum 30 wage.
- 32 2. All employers; payment of balance of hourly wages. An employer shall pay to its employee, on or before the employee's next regularly scheduled payday, the balance of the employee's 34 earned hourly wages due to be paid that were not paid on the date normally scheduled for payment of those wages. This subsection 36 may not be construed to permit nonpayment or withholding of 38 payment of wages when due.
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Sec. 3. 26 MRSA §622, as repealed and replaced by PL 1999, c. 465,  $\S3$ , is amended to read:

§622. Records

Every employer shall keep a true record showing the date and amount paid to each employee pursuant to section 621-A 621-B. 46 Every employer shall keep a daily record of the time worked by each such employee unless the employee is paid a salary that is 48 fixed without regard for the number of hours worked. Records 50 required to be kept by this section must be accessible to any

department at any reasonable representative of the hour. Sections 621-A 621-B to 623 do not excuse any employer subject to section 702 from keeping the records required by that section.

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Sec. 4. 26 MRSA §623. as amended by PL 1999, c. 790, Pt. P,  $\S2$  and affected by  $\S3$ , is further amended to read: 6

§623. Exemptions 8

This section and sections 621-A 621-B and 622 do not apply 10 to family-members-and-salaried-employees-as-defined-in-section 12 6637-subsection-37-paragraphs-J and K --- Sections -621-A -and -622-do net-apply-te an employee of a cooperative corporation or an association if the employee is a stockholder of the corporation 14 or association, unless the employee requests the association or 16 corporation to pay that employee in-accordance-with-section-621-A weekly. Except-as-provided-in-section-621-A,-subsections-3-and  $4_{\tau}$ -a <u>A</u> corporation, contractor, person or partnership may not by 18 a special contract with an employee or by any other means exempt itself from this section and sections 621-A 621-B and 622. When 20 the terms of employment include provisions for paid vacations. vacation pay on cessation of employment has the same status as 22 wages earned.

Sec. 5. 26 MRSA §626-A, first ¶, as amended by PL 1999, c. 465, §5, is further amended to read: 26

- 28 Whoever violates any of the provisions of sections 621-A 621-B to 623 or section 626, 628, 629 or 629-B is subject to a forfeiture of not less than \$100 nor more than \$500 for each 30 violation.
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Sec. 6. 26 MRSA §626-A, 3rd ¶, as enacted by PL 1999, c. 465, §5, is repealed. 34

- Sec. 7. 26 MRSA §626-C is enacted to read: 36
- §626-C. Collective bargaining exceptions 38
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An employer is not considered to have violated section 626 when, pursuant to a written and signed agreement made as a result of collective bargaining by representatives of employees, unpaid 42 wages are paid within a different time period or a setoff or 44 counterclaim is set up and when the contract or agreement specifies the length of the time period or the precise nature of the setoff or counterclaim, respectively. 46

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#### SUMMARY

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2 This bill requires that certain employees be paid on a 4 weekly basis.