MAINE STATE LEGISLATURE

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122nd MAINE LEGISLATURE

FIRST REGULAR SESSION-2005

Legislative Document

No. 963

H.P. 673

House of Representatives, February 24, 2005

An Act To Set Standards for Electronic Methods Used for Wage Payment

Submitted by the Department of Labor pursuant to Joint Rule 204. Reference to the Committee on Labor suggested and ordered printed.

Millient M. Macfarland MILLICENT M. MacFARLAND Clerk

Presented by Representative HUTTON of Bowdoinham.

Cosponsored by Senator SNOWE-MELLO of Androscoggin and

Representatives: BIERMAN of Sorrento, COLLINS of Wells, EDER of Portland, KOFFMAN of Bar Harbor, McKANE of Newcastle, SAVIELLO of Wilton, WEBSTER of Freeport, Senator: STRIMLING of Cumberland.

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

Sec. 1. 26 MRSA §663, sub-§5, as amended by PL 1965, c. 410, §4, is further amended to read:

- 5. Wages. "Wages" paid to any employee compensation paid to such the employee in the form of legal tender of the United States, and checks on banks convertible into cash on demand, and includes the reasonable cost to the employer who furnishes such the employee board or lodging. "Wages" also includes compensation paid through a direct deposit system, automated teller machine card or other means of electronic transfer as long as the employee has agreed to the form of payment and the employee can make an initial withdrawal of the entire net pay without additional cost to the employee;
- Sec. 2. 26 MRSA §665, sub-§1, as amended by PL 1971, c. 620, 18 §13, is further amended to read:
- 20 Examination of records, books; copies. Every employer subject to this subchapter shall keep a true and accurate record of the hours worked by each employee and of the wages paid, such 22 records to be preserved by the employer for a period of at least 3 years ** and shall furnish to each employee with each payment of 24 wages a statement which-shall that clearly show shows the date of 26 period, the hours, total earnings and itemized deductions. An employer making payment by direct deposit or other 28 means of electronic transfer shall provide each employee with an accurate record of the transfer, including the date of the pay 30 period, the hours, total earnings and itemized deductions, when the transfer is made. If the record is provided in an electronic format the employer shall provide a method by which the employee 32 may have ready access to the information and print it without The director or his the director's 34 cost to the employee. authorized representative may, - and upon written complaint shall 36 have-authority-te enter the place of business or employment of any employer or employees in the State, as defined in section 663, for the purpose of examining and inspecting such records; 38 and copy any or all of such records as he-er-his the director or the director's authorized representative may--deem determines 40 necessary or appropriate. Amy-and-all All information se received shall--be is considered as confidential and shall may not be 42 divulged to any other person or agency, except insefar as may be necessary for the enforcement of this subchapter. 44

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SUMMARY

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This bill clarifies that an employer may pay employees through electronic transfers if there is no charge to the employees and must provide records of electronic transfers.