# 2017 -- H 6230

LC002689

# STATE OF RHODE ISLAND

## IN GENERAL ASSEMBLY

#### **JANUARY SESSION, A.D. 2017**

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#### AN ACT

#### RELATING TO LABOR AND LABOR RELATIONS - WAGES

Introduced By: Representatives Ranglin-Vassell, and Almeida

Date Introduced: May 18, 2017

Referred To: House Labor

It is enacted by the General Assembly as follows:

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

## 3 **28-14-1. Definitions.**

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- Whenever used in this chapter:
- 5 (1) "Director" means the director of the department of labor and training or his or her 6 duly authorized representative.
- 7 (2) "Employee" means any person suffered or permitted to work by an employer, except 8 that independent contractors or subcontractors shall not be considered employees.
  - (3) "Employer" means any individual, firm, partnership, association, joint stock company, trust, corporation, receiver, or other like officer appointed by a court of this state, and any agent or officer of any of the previously mentioned classes, employing any person in this state.
- (4)(i) "Labor contractor" means an employer or a natural person, business, corporation, or
   entity of any kind, regardless of its form, that provides a lead entity with employees, independent
   contractors, subcontractors, or workers of any kind to perform labor or services.
- 16 (ii) No requirement of a valid contract, written or otherwise, is implied by the term "labor contractor."
- (iii) Independent contractors, subcontractors, or workers of any kind providing employees
   to a lead entity, can be indirect or conducted through third-party subcontractors.

1	(5) "Lead entity" means an employer or a natural person, business, corporation, or
2	business entity of any kind, regardless of its form, that obtains or is provided one or more
3	worker(s) to perform labor or services related to the lead entity's business activities, operations, or
4	purposes from a labor contractor.
5	(4)(6) "Wages" means all amounts at which the labor or service rendered is recompensed,
6	whether the amount is fixed or ascertained on a time, task, piece, commission basis, or other
7	method of calculating the amount.
8	SECTION 2. Chapter 28-14 of the General Laws entitled "Payment of Wages" is hereby
9	amended by adding thereto the following section:
0	28-14-19.4. Lead entity liability.
1	(a) A lead entity shall share with a labor contractor all civil legal responsibility and civil
12	liability for all workers supplied by that labor contractor for any violation of title 28. For purposes
13	of this section, the president and treasurer of a corporation and any officers or agents having the
4	management of such corporation shall also be deemed civilly liable for a violation of title 28.
15	(b) The provisions of subsection (a) of this section are in addition to, and shall be
16	supplemental to any other theories of liability, grounds for enforcement action, or requirements
17	established by statute or law.
18	(c) This section does not prohibit any person from establishing, exercising, or enforcing
19	any otherwise lawful rights or remedies.
20	SECTION 3. This act shall take effect upon passage.
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## **EXPLANATION**

# BY THE LEGISLATIVE COUNCIL

OF

# AN ACT

# RELATING TO LABOR AND LABOR RELATIONS - WAGES

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This act would define and recognize the existence and potential liability of lead entities concerning the payment of wages.

This act would take effect upon passage.