

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2023

A N A C T

RELATING TO LABOR AND LABOR RELATIONS -- PAYMENT OF WAGES

Introduced By: Senators Acosta, Kallman, Mack, Euer, Murray, and LaMountain

Date Introduced: March 07, 2023

Referred To: Senate Labor

It is enacted by the General Assembly as follows:

1 SECTION 1. Sections 28-14-2.1 and 28-14-12 of the General Laws in Chapter 28-14
2 entitled "Payment of Wages" are hereby amended to read as follows:

3 **28-14-2.1. Statement of earnings.**

4 (a) ~~On every regular payday, every employer shall furnish to any employee the following:~~

5 ~~(1) A statement of the hours worked by that employee during the applicable pay period;~~
6 ~~provided, that the statement need not be furnished to an employee described in § 28-12-4.3;~~

7 ~~(2) A record of all deductions made from that employee's gross earnings during the pay~~
8 ~~period together with an explanation of the basis or reason for the deductions; and~~

9 ~~(3) For employers engaged only in the commercial construction industry, a record of the~~
10 ~~employee's hourly regular rate of pay. As used in this subsection, "commercial construction~~
11 ~~industry" includes a business that engages in the doing of work or the furnishing of materials, or~~
12 ~~both, in the building, erection, alteration, or preparation of an improvement on commercial real~~
13 ~~property. An employer at the time of each payment of wages, shall furnish to their employee, either~~
14 ~~as a detachable part of the check, draft, or voucher paying the employee's wages, or separately if~~
15 ~~wages are paid by personal check or cash, an accurate written itemized statement showing:~~

16 (1) Gross wages earned;

17 (2) Total hours worked by the employee;

18 (3) The number of piece-rate units earned and any applicable piece rate if the employee is
19 paid on a piece-rate basis;

- 1 (4) The amount and purpose of each itemized deduction in understandable language and
2 form;
- 3 (5) Net wages earned;
- 4 (6) The inclusive dates of the period for which the employee is paid;
- 5 (7) The name of the employee and only the last four (4) digits of the employee's social
6 security number or an employee identification number, other than a social security number;
- 7 (8) The name and address of the legal entity that is the employer; and
- 8 (9) All applicable hourly rates in effect during the pay period and the corresponding
9 number of hours worked, at each hourly rate by the employee. The deductions made from payment
10 of wages shall be recorded in ink or other indelible form, properly dated, showing the month, day,
11 and year, and a copy of the statement and the record of the deductions shall be kept on file, in
12 accordance with § 28-14-12. For purposes of this section, "copy" includes a duplicate of the
13 itemized statement provided to an employee or a computer-generated record that accurately shows
14 all of the information required by this section.

15 (b) All statements and records required to be furnished to an employee by this section may
16 be furnished as an electronic record. The employer shall furnish to an employee a printed or
17 handwritten record, in lieu of an electronic record, at no cost to the employee, when a written
18 authorization from such employee is provided to the employer.

19 **28-14-12. Employment records.**

20 ~~(a) Every employer shall keep a true and accurate record of hours worked and wages paid~~
21 ~~each pay period to each employee in any form that may be prescribed by the director. The employer~~
22 ~~shall keep the records on file for at least three (3) years after the entry of the record. At the start of~~
23 employment, an employer shall provide each of its employees, a written notice, in English or in the
24 language identified by each employee as their primary language, containing the following
25 information:

- 26 (1) The rate or rates of pay and basis thereof, including whether the employee is to be paid
27 by the hour, shift, day, week, salary, piece, commission, or other method, and the specific
28 application of any additional rates;
- 29 (2) Allowances, if any, claimed, pursuant to permitted meals and lodging;
- 30 (3) Employer's policy on sick, vacation, personal leave, holidays and hours;
- 31 (4) The employee's employment status and whether the employee is exempt from minimum
32 wage and/or overtime;
- 33 (5) A list of deductions that may be made from the employee's pay;
- 34 (6) The number of days in the pay period, the regularly scheduled payday, and the payday

1 on which the employee will receive the first payment of wages earned;

2 (7) The legal name of the employer and the operating name of the employer, if different
3 from its legal name;

4 (8) The physical address of the employer's main office or principal place of business, and
5 its mailing address if different; and

6 (9) The telephone number of the employer.

7 (b) The employer shall keep a copy of the notice provided pursuant to the provisions of
8 subsection (a) of this section, signed by each employee, acknowledging their receipt of the notice.

9 (c) Employers shall establish, maintain and preserve, for not less than six (6) years
10 contemporaneously, true and accurate records of all of their employees' names, addresses, titles,
11 pay rates, hours worked each workday and workweek, basis of pay, total regular wages earned per
12 week, total overtime wages earned per week, deductions, dates of each pay period worked, and
13 total wages paid each pay period.

14 (d) The employee has a right to inspect and copy, if upon request, their employment records
15 referred to in this section.

16 (e) Presumed damages of one hundred dollars (\$100) for each pay period in which the
17 employer failed to properly maintain its employees' wage records, as required by this section, not
18 to exceed, two thousand five hundred dollars (\$2,500), plus counsel fees and their costs shall be
19 awarded in any action brought by the director of labor and training on behalf of the employee or
20 by the employee.

21 (f) Upon written request of a complaining employee, who is entitled to bring an action
22 pursuant to the provisions of this section, the director of labor and training may bring an action, in
23 accordance with this section, and on behalf of the employee.

24 (g) At the complaining employee's option, he or she may institute a private action, seeking
25 an enforcement of their rights, monetary damages, and other applicable statutory remedies.

26 SECTION 2. This act shall take effect upon passage.

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EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF
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RELATING TO LABOR AND LABOR RELATIONS -- PAYMENT OF WAGES

1 This act would require the employer, at the time of hiring, to furnish to their employees an
2 itemized list of the terms and conditions of the employee's employment. It would mandate that the
3 employer provide every employee, each payday, a pay stub, explaining exactly how their wages
4 were calculated and the reason for each deduction from their gross wages. Finally the act would
5 allow the employee to file a private court action against the employer for a violation of these new
6 required disclosures, while also in the alternative, allowing the director of the department of labor
7 and training to bring an action on the employees' behalf.

8 This act would take effect upon passage.

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