SENATE, No. 392 STATE OF NEW JERSEY 218th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2018 SESSION

Sponsored by: Senator FRED H. MADDEN, JR. District 4 (Camden and Gloucester) Senator DAWN MARIE ADDIEGO District 8 (Atlantic, Burlington and Camden)

Co-Sponsored by: Senators Diegnan and Andrzejczak

SYNOPSIS

Increases certain penalties for violations of wage and hour law.

CURRENT VERSION OF TEXT

As reported by the Senate Labor Committee with technical review.



(Sponsorship Updated As Of: 3/6/2019)

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AN ACT concerning penalties for violations of wage and hour law
 and amending P.L.1966, c.113.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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7 1. Section 23 of P.L.1966, c.113 (C.34:11-56a22) is amended
8 to read as follows:

23. Any employer who willfully hinders or delays the 9 10 commissioner, the director or their authorized representatives in the performance of his duties in the enforcement of [this act] the "New 11 Jersey State Wage and Hour Law," P.L.1966, c.113 (C.34:11-56a et 12 13 seq.), or fails to make, keep, and preserve any records as required 14 under the provisions of [this act] P.L.1966, c.113 (C.34:11-56a et 15 seq.), or falsifies any such record, or refuses to make any such record accessible to the commissioner, the director or their 16 17 authorized representatives upon demand, or refuses to furnish a 18 sworn statement of such record or any other information required 19 for the proper enforcement of [this act] P.L.1966, c.113 (C.34:11-20 56a et seq.) to the commissioner, the director or their authorized 21 representatives upon demand, or pays or agrees to pay wages at a 22 rate less than the rate applicable under [this act] P.L.1966, 23 c.113 (C.34:11-56a et seq.) or any wage order issued pursuant 24 thereto, or otherwise violates any provision of [this act] P.L.1966, 25 c.113 (C.34:11-56a et seq.) or of any regulation or order issued 26 under [this act] P.L.1966, c.113 (C.34:11-56a et seq.) shall be 27 guilty of a disorderly persons offense and shall, upon conviction for 28 a first violation, be punished by a fine of not less than [\$100] <u>\$500</u> 29 nor more than \$1,000 or by imprisonment for not less than 10 nor 30 more than 90 days or by both the fine and imprisonment and, upon 31 conviction for a second [or subsequent] violation, be punished by a 32 fine of not less than [\$500] <u>\$1,000</u> nor more than [\$1,000] <u>\$2,000</u> or by imprisonment for not less than 10 nor more than 100 days or 33 34 by both the fine and imprisonment. Upon conviction for a third or 35 subsequent violation, an employer shall be guilty of a crime of the 36 fourth degree and be punished by a fine of not less than \$2,000 nor 37 more than \$10,000 or by imprisonment for up to 18 months or by 38 both the fine and imprisonment. Each week, in any day of which an 39 employee is paid less than the rate applicable to him under [this] 40 act] P.L.1966, c.113 (C.34:11-56a et seq.) or under a minimum fair 41 wage order, and each employee so paid, shall constitute a separate 42 offense. 43 As an alternative to or in addition to any other sanctions

43 As an alternative to or in addition to any other sanctions 44 provided by law for violations of the "New Jersey State Wage and

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.

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Hour Law," P.L.1966, c.113 (C.34:11-56a et seq.), when the 1 2 Commissioner of Labor and Workforce Development finds that an 3 individual has violated [that act] P.L.1966, c.113 (C.34:11-56a et 4 seq.), the commissioner is authorized to assess and collect 5 administrative penalties, up to a maximum of \$250 for a first 6 violation and up to a maximum of \$500 for each subsequent violation, specified in a schedule of penalties to be promulgated as a 7 8 rule or regulation by the commissioner in accordance with the 9 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 10 seq.). When determining the amount of the penalty imposed because 11 of a violation, the commissioner shall consider factors which 12 include the history of previous violations by the employer, the 13 seriousness of the violation, the good faith of the employer and the 14 size of the employer's business. No administrative penalty shall be 15 levied pursuant to this section unless the Commissioner of Labor 16 and Workforce Development provides the alleged violator with 17 notification of the violation and of the amount of the penalty by 18 certified mail and an opportunity to request a hearing before the 19 commissioner or his designee within 15 days following the receipt 20 of the notice. If a hearing is requested, the commissioner shall 21 issue a final order upon such hearing and a finding that a violation 22 has occurred. If no hearing is requested, the notice shall become a 23 final order upon expiration of the 15-day period. Payment of the 24 penalty is due when a final order is issued or when the notice 25 becomes a final order. Any penalty imposed pursuant to this 26 section may be recovered with costs in a summary proceeding 27 commenced by the commissioner pursuant to **[**"the penalty enforcement law" (N.J.S.2A:58-1 et seq.)] the "Penalty 28 29 Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 et seq.). 30 Any sum collected as a fine or penalty pursuant to this section shall 31 be applied toward enforcement and administration costs of the 32 Division of Workplace Standards in the Department of Labor and 33 Workforce Development. 34 (cf: P.L.1991, c.205, s.5)

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- 36 2. This act shall take effect immediately.