HOUSE BILL No. 2223

By Committee on Commerce and Economic Development

2-8

AN ACT enacting the Kansas employer immigration accountability act.

 Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) All business employers doing business in Kansas shall have the option of using e-verify for verification of employment status of all employees whose employment commenced after January 1, 2011. The use of e-verify shall be strictly voluntary and shall not be mandated in the state of Kansas.

- (b) On and after July 1, 2011, if a business employer chooses to use e-verify and illegal aliens are hired by such employer because the person's paper work associated with the I-9 employment eligibility verification form is not completed or is incorrectly completed or the e-verify report has incorrectly provided an erroneous eligibility status for any person, including but not limited to, the applicant using and providing false identification and information during the I-9 completion process, the business shall not lose its license or be prohibited from doing business within the state or with the state provided the business takes steps to correct the information gathered when hiring an employee and terminating an illegal alien upon discovering the employee's illegal status. The good faith use of, and reliance upon, e-verify by a business shall be deemed a safe harbor and defense.
- (c) On and after January 1, 2012, should any business employer be found to knowingly, intentionally and consistently in the ordinary course of business engage in the hiring of illegal aliens, such employer will lose its license to do business in or with the state of Kansas.
- (d) On and after January 1, 2012, no state agency, department, board, commission, county or municipality, as defined in K.S.A. 75-1117, and amendments thereto, shall award a new public works or purchase contract to a bidder, contractor or employer, nor shall a bidder, contractor or employer be eligible to bid for or receive a public works contract if such bidder, contractor or employer does not verify the employment eligibility of the employees of such bidder, contractor or employer through e-verify. A bidder, contractor or employer shall require in a written statement with any subcontractor, which such bidder, contractor or employer contracts with for a public works or purchase contract, verifies the employment eligibility of the employees of such subcontractor through e-verify. No

HB 2223 2

 bidder, contractor or employer who has such written statement shall be responsible for the result or omission of a subcontractor.

- (e) Nothing in this section shall be construed to require a bidder, contractor or employer to take any action that the bidder, contractor or employer believes in good faith would violate federal or state law.
 - (f) As used in this section unless the context otherwise requires:
- (1) "Business employer" means any individual or type of organization that transacts business in this state and that employs one or more individuals who perform employment services in this state.
- (2) "E-verify" means an electronic system as jointly administered by the United States department of homeland security and the social security administration or its successor program, pursuant to 8 U.S.C. § 1324a, which is used to verify the employment authorization of employees.
- (3) "Employee" means any person who performs employment services for an employer pursuant to an employment relationship between employee and employer.
 - Sec. 2. (a) As used in section 2 and 3, and amendments thereto:
- (1) "Licensing body" means an official, agency, board or other entity of the state which authorizes individuals to practice a profession or do business in this state and issues a license, certificate, permit or other authorization to an individual so authorized; and
- (2) "licensee" means an individual or business employer who is or may be authorized to practice a profession or do business in this state.
- (b) All licensing bodies of this state shall have or adopt procedures for the suspension, termination, nonrenewal or denial of licensee's authority to practice a profession or do business in this state if the licensing body receives notice pursuant to section 3, and amendments thereto.
- (c) Each licensing body in the state shall establish an inspection and audit process to investigate any allegations of a business engaging in the hiring of illegal aliens.
- Sec. 3. (a) A notice shall be given to any licensing body of a violation of section 1, and amendments thereto. The notice shall advise the licensing body of the duty to comply with sections 2 and 3, and amendments thereto; shall provide the name of the licensee and information which will assist the licensing body to identify the correct person; and shall provide the name, mailing address and telephone number of the person serving the notice. If inadequate identifying information is included in the notice, the licensing body shall promptly contact the person serving the notice to request additional information.
- (b) If a licensing body receives a notice pursuant to subsection (a), the licensing body shall, within 30 days after receiving the notice, notify the licensee of the licensing body's intent to suspend or to withhold

HB 2223 3

issuance or renewal of the licensee's authorization to practice a profession or do business in this state and of the licensee's rights and duties under this section. If the licensing body does not receive sufficient information with the notice to identify the correct licensee, the 30 days shall commence when sufficient identifying information is received.

- (c) If the licensing body receives a notice pursuant to subsection (a), the licensing body shall proceed to suspend, terminate, deny or refuse to renew the licensee's authority to practice a profession or do business in this state.
- (d) If an authorization to practice a profession or do business in this state is suspended, denied or not renewed pursuant to this section, any funds paid by the licensee shall not be refunded by the licensing body.
- (e) In any review of the licensing body's actions pursuant to this section and section 2, and amendments thereto, conducted by the licensing body at the request of the licensee, the issues shall be limited to the identity of the licensee and the validity of notices pursuant to this section.
- Sec. 4. (a) A state agency, department, board, commission, county or municipality shall not investigate without cause an audit of a bidder's employees and e-verify status. In the event of cause, the state shall not impose less than 30 days notice to the bidder to inspect and audit the bidder's employment records.
- (b) No bidder shall have their state agency, department, board, commission, county or municipality contract revoked unless a bidder has been found to knowingly, intentionally and in the course of doing business engaged in the hiring of illegal aliens or ignored the e-verify reports on the eligibility status of its employees.
- Sec. 5. Sections 1 through 4, and amendments thereto, shall be known and may be cited as the Kansas employer immigration accountability act.
- Sec. 6. This act shall take effect and be in force from and after its publication in the statute book.