

The Commonwealth of Massachusetts

PRESENTED BY:

Aaron Michlewitz and Kate Hogan

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act to prevent wage theft and promote employer accountability.

PETITION OF:

Name:	DISTRICT/ADDRESS:
Aaron Michlewitz	3rd Suffolk
Kate Hogan	3rd Middlesex
Chris Walsh	6th Middlesex
Paul Brodeur	32nd Middlesex
Denise Provost	27th Middlesex
James J. Dwyer	30th Middlesex
Louis L. Kafka	8th Norfolk
Paul W. Mark	2nd Berkshire
Ann-Margaret Ferrante	5th Essex
Michelle M. DuBois	10th Plymouth
Barbara L'Italien	Second Essex and Middlesex
Timothy J. Toomey, Jr.	26th Middlesex
Frank A. Moran	17th Essex
Aaron Vega	5th Hampden
Jay D. Livingstone	8th Suffolk
Josh S. Cutler	6th Plymouth
Daniel J. Ryan	2nd Suffolk
Jennifer E. Benson	37th Middlesex

Joseph W. McGonagle, Jr.	28th Middlesex
David Paul Linsky	5th Middlesex
Marjorie C. Decker	25th Middlesex
James B. Eldridge	Middlesex and Worcester
James R. Miceli	19th Middlesex
Robert M. Koczera	11th Bristol
Jason M. Lewis	Fifth Middlesex
Ruth B. Balser	12th Middlesex
RoseLee Vincent	16th Suffolk
Daniel M. Donahue	16th Worcester
Claire D. Cronin	11th Plymouth
Kenneth I. Gordon	21st Middlesex
Thomas J. Calter	12th Plymouth
Kay Khan	11th Middlesex
Carolyn C. Dykema	8th Middlesex
John C. Velis	4th Hampden
Gailanne M. Cariddi	1st Berkshire
Peter V. Kocot	1st Hampshire
Diana DiZoglio	14th Essex
Mary S. Keefe	15th Worcester
David M. Rogers	24th Middlesex
Jay R. Kaufman	15th Middlesex
Tackey Chan	2nd Norfolk
John J. Lawn, Jr.	10th Middlesex
Danielle W. Gregoire	4th Middlesex
Nick Collins	4th Suffolk
Michael O. Moore	Second Worcester
Tom Sannicandro	7th Middlesex
Michael D. Brady	9th Plymouth
Anne M. Gobi	Worcester, Hampden, Hampshire and
	Middlesex
Daniel A. Wolf	Cape and Islands
Steven Ultrino	33rd Middlesex
James J. O'Day	14th Worcester
Brendan P. Crighton	11th Essex
Linda Dorcena Forry	First Suffolk
Timothy R. Madden	Barnstable, Dukes and Nantucket
Paul McMurtry	11th Norfolk
Jeffrey N. Roy	10th Norfolk

Daniel Cullinane	12th Suffolk
Marcos A. Devers	16th Essex
Evandro C. Carvalho	5th Suffolk
Denise C. Garlick	13th Norfolk
Christine P. Barber	34th Middlesex
Jonathan Hecht	29th Middlesex
Frank I. Smizik	15th Norfolk
Theodore C. Speliotis	13th Essex
Stephen L. DiNatale	3rd Worcester
John J. Mahoney	13th Worcester
Patricia A. Haddad	5th Bristol
Sean Garballey	23rd Middlesex
Tricia Farley-Bouvier	3rd Berkshire
Thomas A. Golden, Jr.	16th Middlesex
Antonio F. D. Cabral	13th Bristol
Daniel J. Hunt	13th Suffolk
Kevin G. Honan	17th Suffolk
Marc R. Pacheco	First Plymouth and Bristol
Elizabeth A. Malia	11th Suffolk
Benjamin Swan	11th Hampden
Mark J. Cusack	5th Norfolk
Harold P. Naughton, Jr.	12th Worcester

By Representatives Michlewitz of Boston and Hogan of Stow, a petition (accompanied by bill, House, No. 1748) of Aaron Michlewitz and others for legislation to prevent wage theft and promote employer accountability. Labor and Workforce Development.

The Commonwealth of Massachusetts

In the One Hundred and Eighty-Ninth General Court (2015-2016)

An Act to prevent wage theft and promote employer accountability.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Chapter 149 of the General Laws, as appearing in the 2012 Office	cial
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2 Edition, is hereby amended by inserting after section 148B, the following sections:-

3 Section 148C. Additional definitions

4 For purposes of this chapter and chapter 151, except as otherwise defined with respect to

5 any particular section, the following words shall have the following meanings:

6 "Person" means an individual, partnership, association, corporation, business trust, or any
7 organized group of persons.

8 "Employer" includes any person acting directly or indirectly in the interest of an

9 employer in relation to an employee and includes a public employer.

10 "Employee" means any individual employed by an employer.

11 "Employ" includes to suffer or permit to work.

12 Section 148D. Accountability in labor contracting and subcontracting

13 (a) As used in this section, the following words have the following meanings:-

(1) "Lead company" means a business entity, regardless of its form, that obtains or is
provided workers, directly from a labor contractor or indirectly from a subcontractor, to perform
labor or services that have a nexus with the lead company's business activities, operations, or
purposes.

(2) "Labor contractor" means an individual or entity that supplies, either with or without
a written contract, directly or indirectly, a lead company with workers to perform labor or
services.

(b) A lead company shall be subject to joint and several civil liability and shall share civil
legal responsibility for any violations of sections 27, 27F, 27G, 27H, 52D, 56 through 105, 148,
148A, 148B, 150, 150C, 152, 152A, 159C, and 190 of this chapter, chapter 151, chapter 151A,
and chapter 152 with a labor contractor and any subcontractor for all workers whose labor or
services are supplied to it by that labor contractor or subcontractor.

(c) The provisions of subsection (b) of this section are in addition to, and shall be
supplemental of, any other basis of liability or requirement established by statute or common
law.

29 (d) This section does not prohibit any person from establishing, exercising, or enforcing30 any otherwise lawful rights or remedies.

31 Section 148E. Stop Work Order

32 (a) On determination by the attorney general or director of department of unemployment 33 assistance, or a designee, that any person or entity is employing an employee in violation of sections 27, 27F, 27G, 27H, 52D, 56 through 105, 148, 148A, 148B, 148D, 150, 150C, 152, 34 152A, 159C, and 190 of this chapter, chapter 151, or chapter 151A, the attorney general, 35 36 director, or designee may issue a stop work order against the violator requiring the cessation of 37 all business operations of the violator. The stop work order may be issued only against the individual or entity found to be in violation, and only as to the specific place of business or 38 employment for which the violation exists. The stop work order shall be effective when served 39 40 upon the violator or at the place of business or employment. A stop work order may be served at a place of business or employment by posting a copy of the stop work order in a conspicuous 41 location at the place of business or employment. The stop work order shall remain in effect until 42 43 the attorney general, director, or designee issues an order releasing the stop work order upon a finding that the violation has been corrected. 44

(b) Any violator against which a stop work order is issued pursuant to subsection (a) of
this section may request a hearing. Such request shall be made in writing not more than ten days
after the issuance of such order.

(c) Stop work orders and any penalties imposed thereunder against a corporation,
partnership, or sole proprietorship shall be effective against any successor entity that has one or
more of the same principals or officers as the corporation, partnership, or sole proprietorship
against which the stop work order was issued and that is engaged in the same or equivalent trade
or activity.

(d) Any employee affected by a stop work order pursuant to this section shall be paid for
the first ten days lost pursuant to the stop work order, and any time lost pursuant to this section
not exceeding ten days shall be considered time worked under chapter 149.

56 (d) The attorney general shall adopt regulations necessary to carry out this subsection.

57 SECTION 2. Section 27C of chapter 149 of the General Laws, as appearing in the 2012 58 Official Edition, is hereby amended by inserting after the word "148B," in line 4, and after the 59 word "148B," in line 14, the following word:-

60 , 148D

SECTION 3. Section 150 of chapter 149 of the General Laws, as appearing in the 2012
Official Edition, is hereby amended by inserting after the word "148B," in line 21, the following
word:-

64 , 148D

65 SECTION 4. Section 150 of chapter 149 of the General Laws, as appearing in the 2012 66 Official Edition, is hereby further amended by inserting after the word "fees," in line 30, the 67 following words:-

The attorney general may bring a civil action for injunctive relief and to collect the claim of any employee or employees, including any similarly situated employees, aggrieved by a violation of sections 33E, 148, 148A, 148B, 148D, 150C, 152, 152A, 159C, or 190 or section 19 of chapter 151, including any damages incurred, and lost wages and other benefits. If the attorney general prevails in such an action, the employee or employees shall be awarded treble damages, as liquidated damages, and the attorney general shall be awarded the costs of the

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74 litigation and reasonable attorneys' fees. The attorney general shall not be required to pay a75 filing fee in connection with any such action.

SECTION 5. Section 27 of chapter 149 of the General Laws, as appearing in the 2012
Official Edition, is hereby amended by inserting after the word "fees," in line 98, the following
words:-

The attorney general may bring a civil action for injunctive relief and to collect the claim of any employee or employees, including any similarly situated employees, aggrieved by a violation of sections 27, 27F, 27G, or 27H, including any damages incurred, and lost wages and other benefits. If the attorney general prevails in such an action, the employee or employees shall be awarded treble damages, as liquidated damages, and the attorney general shall be awarded the costs of the litigation and reasonable attorneys' fees. The attorney general shall not be required to pay a filing fee in connection with any such action.

86 SECTION 6. Section 20 of chapter 151 of the General Laws, as appearing in the 2012 87 Official Edition, is hereby amended by striking out, in line 14, the following words:-

At the request of any employee paid less than the minimum wage to which he or she is entitled the attorney general may take an assignment of such wage claim in trust for the assigning employee and may bring any legal action necessary to collect such claim, and the employer shall be required to pay the costs and such reasonable attorney's fees as may be allowed by the court.

92 SECTION 7. Section 20 of chapter 151 of the General Laws, as appearing in the 2012
93 Official Edition, is hereby further amended by inserting after the word "fees," in line 14, the
94 following words:-

95 The attorney general may bring a civil action for injunctive relief and to collect the claim 96 of any employee or employees, including any similarly situated employees, aggrieved by a 97 violation of this chapter, including any damages incurred, and lost wages and other benefits. If 98 the attorney general prevails in such an action, the employee or employees shall be awarded 99 treble damages, as liquidated damages, and the attorney general shall be awarded the costs of the 100 litigation and reasonable attorneys' fees.

SECTION 8. Section 1B of chapter 151 of the General Laws, as appearing in the 2012
Official Edition, is hereby amended by striking out, in line 18, the following words:-

At the request of any employee paid less than such overtime rate of compensation, the attorney general may take an assignment of such wage claim in trust for the assigning employee and may bring any legal action necessary to collect such claim, and the employer shall be required to pay the costs and such reasonable attorney's fees as may be allowed by the court.

SECTION 9. Section 1B of chapter 151 of the General Laws, as appearing in the 2012
Official Edition, is hereby further amended by inserting after the word "fees," in line 18, the
following words:-

The attorney general may bring a civil action for injunctive relief and to collect the claim of any employee or employees, including any similarly situated employees, aggrieved by a violation of this section, including any damages incurred, and lost wages and other benefits. If the attorney general prevails in such an action, the employee or employees shall be awarded treble damages, as liquidated damages, and the attorney general shall be awarded the costs of the litigation and reasonable attorneys' fees.