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## **SENATE** STATE OF MINNESOTA NINETY-THIRD SESSION

## S.F. No. 61

(SENATE AUTHORS: KUNESH)DATED-PGOFFICIAL STATUS01/09/2023109Introduction and first reading<br/>Referred to Labor01/26/2023Comm report: To pass as amended and re-refer to Judiciary and Public Safety

1.1	A bill for an act
1.2 1.3 1.4 1.5	relating to labor and industry; modifying fair labor standards provisions for agricultural and food processing workers; amending Minnesota Statutes 2022, sections 177.27, subdivision 4; 179.86, subdivisions 1, 3, by adding subdivisions; 181.14, subdivision 1; 181.635, subdivisions 1, 2, 3, 4, 6; 181.85, subdivisions 2,
1.6 1.7	4; 181.86, subdivision 1; 181.87, subdivisions 2, 3, 7; 181.88; 181.89, subdivision 2, by adding a subdivision.
1.7	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
1.9	Section 1. Minnesota Statutes 2022, section 177.27, subdivision 4, is amended to read:
1.10	Subd. 4. Compliance orders. The commissioner may issue an order requiring an
1.11	employer to comply with sections 177.21 to 177.435, <u>179.86</u> , 181.02, 181.03, 181.031,
1.12	181.032, 181.101, 181.11, 181.13, 181.14, 181.145, 181.15, 181.172, paragraph (a) or (d),
1.13	181.275, subdivision 2a, <u>181.635</u> , 181.722, 181.79, <u>181.85 to 181.89</u> , and 181.939 to
1.14	181.943, or with any rule promulgated under section 177.28. The commissioner shall issue
1.15	an order requiring an employer to comply with sections 177.41 to 177.435 if the violation
1.16	is repeated. For purposes of this subdivision only, a violation is repeated if at any time
1.17	during the two years that preceded the date of violation, the commissioner issued an order
1.18	to the employer for violation of sections 177.41 to 177.435 and the order is final or the
1.19	commissioner and the employer have entered into a settlement agreement that required the
1.20	employer to pay back wages that were required by sections 177.41 to 177.435. The
1.21	department shall serve the order upon the employer or the employer's authorized
1.22	representative in person or by certified mail at the employer's place of business. An employer
1.23	who wishes to contest the order must file written notice of objection to the order with the
1.24	commissioner within 15 calendar days after being served with the order. A contested case
1.25	proceeding must then be held in accordance with sections 14.57 to 14.69. If, within 15

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2.1	calendar days	s after being served v	vith the order, th	e employer fails to fi	le a written notice
2.2	-	-		omes a final order of	
2.3	Sec. 2. Min	nesota Statutes 2022	, section 179.86	, subdivision 1, is am	ended to read:
2.4	Subdivisio	on 1. <b>Definition.</b> For 1	the purpose of th	is section, "employer"	means an employer
2.5	in the meatpa	acking <u>or poultry proc</u>	cessing industry		
2.6	Sec. 3. Min	nesota Statutes 2022	, section 179.86	, subdivision 3, is am	ended to read:
2.7	Subd. 3. I	nformation provide	ed to employee	by employer. (a) <u>At t</u>	the start of
2.8	employment,	an employer must pr	rovide an explar	nation in an employee	's native language
2.9	of the employ	yee's rights and duties	s as an employe	e <del>either<u>both</u> person t</del>	o person <del>or</del> and
2.10	through writt	en materials that, at a	a minimum, incl	ude:	
2.11	(1) a comp	plete description of th	e salary and ben	efits plans as they rela	ate to the employee;
2.12	(2) a job c	description for the em	nployee's positio	on;	
2.13	(3) a desc	ription of leave polic	vies;		
2.14	(4) a desc	ription of the work h	ours and work h	ours policy; <del>and</del>	
2.15	(5) a desc	ription of the occupa	tional hazards k	nown to exist for the	position-; and
2.16	(6) when	workers' compensation	on insurance co	verage is required by	chapter 176, the
2.17	name of the en	mployer's workers' cc	ompensation inst	arance carrier, the carr	rier's phone number,
2.18	and the insura	ance policy number.			
2.19	(b) The ex	xplanation must also	include informa	tion on the following	employee rights as
2.20	protected by	state or federal law a	nd a description	of where additional	information about
2.21	those rights n	nay be obtained:			
2.22	(1) the rig	tt o organize and ba	argain collective	ly and refrain from o	rganizing and
2.23	bargaining co	ollectively;			
2.24	(2) the rig	tt to a safe workplac	e; <del>and</del>		
2.25	(3) the rig	tt to be free from dis	scrimination <del>.</del> ; an	nd	
2.26	(4) the rig	t to workers' compe	ensation insuran	ce coverage.	
2.27	(c) The D	epartment of Labor a	nd Industry shal	l provide a standard e	xplanation form for
2.28	use at the em	ployer's option for pr	coviding the info	ormation required in s	subdivision 3. The
2.29	form shall be	available in English	and Spanish an	d additional language	es upon request.

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3.1	(d) The rea	uirements under thi	s subdivision a	re in addition to the red	auirements under
3.2	section 181.032				
5.2		<u></u>			
3.3	Sec. 4. Minne	esota Statutes 2022	, section 179.86	, is amended by addin	g a subdivision to
3.4	read:				
3.5	<u>Subd. 5.</u> Ci	vil action. An emp	loyee injured by	a violation of this sec	tion has a cause of
3.6	action for dama	ages for the greater	of \$1,000 per v	violation or twice the e	mployee's actual
3.7	damages, plus	costs and reasonabl	le attorney fees.	A damage award shal	l be the greater of
3.8	\$1,400 or three	times actual dama	ges for an empl	oyee injured by an inte	entional violation
3.9	of this section.				
3.10	Sec. 5. Minne	esota Statutes 2022	, section 179.86	, is amended by addin	g a subdivision to
3.11	read:				
3.12	<u>Subd. 6.</u> Fin	ne. The commission	ner of labor and	industry shall fine an	employer not less
3.13	than \$400 or me	ore than \$1,000 for	each violation o	of subdivision 3. The fi	ne shall be payable
3.14	to the employe	e aggrieved.			
3.15	Sec. 6. Minne	esota Statutes 2022	, section 181.14	, subdivision 1, is ame	ended to read:
3.16	Subdivision	1. Prompt payme	nt required. (a)	When any such emplo	yee quits or resigns
3.17	employment, th	ne wages or commi	ssions earned a	nd unpaid at the time t	he employee quits
3.18	or resigns shall	be paid in full not	later than the fi	rst regularly scheduled	l payday following
3.19	the employee's	final day of emplo	yment, unless a	n employee is subject	to a collective
3.20	bargaining agre	eement with a diffe	rent provision.	Wages are earned and	unpaid if the
3.21	employee was	not paid for all time	e worked at the	employee's regular rat	te of pay or at the
3.22	rate required by	law, including any	applicable statu	te, regulation, rule, ordi	nance, government
3.23	resolution or po	olicy, contract, or o	ther legal autho	rity, whichever rate of	pay is greater. If
3.24	the first regular	ly scheduled payda	y is less than fiv	e calendar days follow	ing the employee's
3.25	final day of em	ployment, full payr	nent may be del	ayed until the second r	egularly scheduled
3.26	payday but sha	ll not exceed a tota	l of 20 calendar	days following the en	nployee's final day
3.27	of employment	- -			
3.28	(b) Notwith	standing the provis	sions of paragra	ph (a), in the case of n	nigrant workers, as
3.29	defined in secti	ion 181.85, the wag	ges or commissi	ons earned and unpaid	l at the time the
3.30	employee quits	or resigns shall be	come due and p	ayable within five thre	ee days thereafter.

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4.1	Sec. 7. Minnesota St	atutes 2022, sec	tion 181.635	, subdivision 1, is an	mended to read:
4.2	Subdivision 1. Def	initions. The de	finitions in t	his subdivision apply	y to this section.
4.3	(a) "Employer" me	ans a person wh	o employs a	nother to perform a	service for hire.
4.4	Employer includes any	y agent or attorn	ey of an emp	loyer who, for mone	ey or other valuable
4.5	consideration paid or	promised to be p	aid, perform	s any recruiting.	
4.6	(b) "Person" means	a corporation, p	artnership, li	mited liability compa	any, limited liability
4.7	partnership, associatio	n, individual, or	group of per	csons.	
4.8	(c) "Recruits" mea	ns to induce an i	ndividual, di	rectly or through an	agent, to relocate
4.9	to Minnesota <u>or within</u>	n Minnesota to v	vork in food	processing by an off	fer of employment
4.10	or of the possibility of	employment.			
4.11	(d) "Food processin	ng" means canni	ng, packing,	or otherwise process	sing poultry or meat
4.12	for consumption.				
4.13	(e) "Terms and cor	ditions of emplo	oyment" mea	ns the following:	
4.14	(1) nature of the w	ork to be perform	ned;		
4.15	(2) wage rate, natu	re and amount o	f deductions	for tools, clothing,	supplies, or other
4.16	items;				
4.17	(3) anticipated hou	rs of work per w	veek, includi	ng overtime;	
4.18	(4) anticipated slow	vdown or shutdo	own or if hou	rs of work per week	x vary more than 25
4.19	percent from clause (3	);			
4.20	(5) duration of the	work;			
4.21	(6) workers' compe	nsation coverage	e and name, a	ddress, and telephon	e number of insurer
4.22	and Department of La	bor and Industry	· •		
4.23	(7) employee bene	fits available, inc	cluding any h	ealth plans, sick leav	ve, or paid vacation;
4.24	(8) transportation a	nd relocation arra	angements w	ith allocation of cost	s between employer
4.25	and employee;				
4.26	(9) availability and	description of h	nousing and a	any costs to employe	ee associated with
4.27	housing; and				
4.28	(10) any other item	of value offered	d, and alloca	tion of costs of item	between employer
4.29	and employee.				

5.1

Sec. 8. Minnesota Statutes 2022, section 181.635, subdivision 2, is amended to read:

Subd. 2. Recruiting; required disclosure. (a) An employer shall provide written 5.2 disclosure of the terms and conditions of employment to a person at the time it recruits the 5.3 person to relocate to work in the food processing industry. The disclosure requirement does 5.4 not apply to an exempt employee as defined in United States Code, title 29, section 213(a)(1). 5.5 The disclosure must be written in English and Spanish, or another language if the person's 5.6 preferred language is not Spanish, dated and signed by the employer and the person recruited, 5.7 and maintained by the employer for two three years. A copy of the signed and completed 5.8 disclosure must be delivered immediately to the recruited person. The disclosure may not 5.9 be construed as an employment contract. 5.10

## 5.11 (b) The requirements under this subdivision are in addition to the requirements under 5.12 section 181.032.

5.13 Sec. 9. Minnesota Statutes 2022, section 181.635, subdivision 3, is amended to read:

5.14 Subd. 3. Civil action. A person injured by a violation of this section has a cause of action 5.15 for damages for the greater of  $\frac{500}{1,000}$  per violation or twice their actual damages, plus 5.16 costs and reasonable attorney's fees. A damage award shall be the greater of  $\frac{5750}{1,400}$ 5.17 or three times actual damages for a person injured by an intentional violation of this section.

5.18 Sec. 10. Minnesota Statutes 2022, section 181.635, subdivision 4, is amended to read:

5.19 Subd. 4. Fine. The Department of Labor and Industry shall fine an employer not less
5.20 than \$200 \$400 or more than \$500 \$1,000 for each violation of this section. The fine shall
5.21 be payable to the employee aggrieved.

5.22 Sec. 11. Minnesota Statutes 2022, section 181.635, subdivision 6, is amended to read:
5.23 Subd. 6. Standard disclosure form. The Department of Labor and Industry shall provide
5.24 a standard form for use at the employer's option in making the disclosure required in
5.25 subdivision 2. The form shall be available in English and Spanish and additional languages
5.26 upon request.

5.27 Sec. 12. Minnesota Statutes 2022, section 181.85, subdivision 2, is amended to read:

5.28 Subd. 2. Agricultural labor. "Agricultural labor" means field labor associated with the 5.29 cultivation and harvest of fruits and vegetables and work performed in processing fruits and

- 5.30 vegetables for market, as well as labor performed in agriculture as defined in Minnesota
- 5.31 <u>Rules, part 5200.0260</u>.

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6.1	Sec. 13. N	Iinnesota Statutes 2022	2, section 181.	85, subdivision 4, is a	mended to read:
6.2	Subd. 4.	Employer. "Employer	r" means <del>a pro</del>	cessor of fruits or vege	tables an individual,
6.3	partnership,	association, corporation	on, business tr	ust, or any person or g	roup of persons that
6.4	employs, eit	ther directly or indirect	ly through a re	cruiter, <del>more than 30</del>	one or more migrant
6.5	workers <del>per</del>	day for more than sev	<del>en days</del> in any	v calendar year.	
6.6	Sec. 14. N	Iinnesota Statutes 2022	2, section 181.	86, subdivision 1, is a	mended to read:
6.7	Subdivis	sion 1. <b>Terms. <u>(a)</u> An e</b>	employer that 1	ecruits a migrant work	ter shall provide the
6.8	migrant wor	rker, at the time the wo	orker is recruit	ed, with a written emp	loyment statement
6.9	which shall	state clearly and plainl	ly, in English a	and Spanish <u>, or anothe</u>	r language if the
6.10	worker's pre	eferred language is not	Spanish:		
6.11	(1) the d	ate on which and the p	lace at which t	he statement was com	pleted and provided
6.12	to the migra	int worker;			
6.13	(2) the n	ame and permanent ad	dress of the m	igrant worker, of the e	mployer, and of the
6.14	recruiter wh	no recruited the migran	t worker;		
6.15	(3) the d	late on which the migra	ant worker is t	o arrive at the place of	employment, the
6.16	date on whi	ch employment is to be	egin, the appro	eximate hours of emplo	oyment, and the
6.17	minimum p	eriod of employment;			
6.18	(4) the c	rops and the operations	s on which the	migrant worker will b	be employed;
6.19	(5) the w	vage rates to be paid;			
6.20	(6) the p	ayment terms, as provi	ided in section	181.87;	
6.21	(7) any o	deduction to be made f	rom wages; <del>ar</del>	<del>ld</del>	
6.22	(8) whet	her housing will be pro	ovided <del>.</del> ; and		
6.23	(9) when	n workers' compensatio	on insurance c	overage is required by	chapter 176, the
6.24	name of the	employer's workers' co	mpensation in	surance carrier, the carr	rier's phone number,
6.25	and the insu	rance policy number.			
6.26	<u>(b)</u> The I	Department of Labor and	d Industry shal	l provide a standard em	ployment statement
6.27	form for use	e at the employer's option	on for providi	ng the information req	uired in subdivision
6.28	1. The form	shall be available in En	glish and Spar	hish and additional lang	uages upon request.
6.29	<u>(c) The </u>	requirements under this	s subdivision a	are in addition to the re	equirements under
6.30	section 181.	.032.			

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Sec. 15. Minnesota Statutes 2022, section 181.87, subdivision 2, is amended to read:
Subd. 2. Biweekly pay. The employer shall pay wages due to the migrant worker at
least every two weeks, except on termination, when the employer shall pay within three
days unless payment is required sooner pursuant to section 181.13.

7.5 Sec. 16. Minnesota Statutes 2022, section 181.87, subdivision 3, is amended to read:

Subd. 3. Guaranteed hours. The employer shall guarantee to each recruited migrant 7.6 worker a minimum of 70 hours pay for work in any two successive weeks and, should the 7.7 pay for hours actually offered by the employer and worked by the migrant worker provide 7.8 a sum of pay less than the minimum guarantee, the employer shall pay the migrant worker 7.9 the difference within three days after the scheduled payday for the pay period involved. 7.10 Payment for the guaranteed hours shall be at the hourly wage rate, if any, specified in the 7.11 employment statement, or the federal, state, or local minimum wage, whichever is higher 7.12 highest. Any pay in addition to the hourly wage rate specified in the employment statement 7.13 shall be applied against the guarantee. This guarantee applies for the minimum period of 7.14 employment specified in the employment statement beginning with the date on which 7.15 employment is to begin as specified in the employment statement. The date on which 7.16 employment is to begin may be changed by the employer by written, telephonic, or 7.17 telegraphic notice to the migrant worker, at the worker's last known physical address or 7.18 7.19 email address, no later than ten days prior to the previously stated beginning date. The migrant worker shall contact the recruiter to obtain the latest information regarding the date 7.20 upon which employment is to begin no later than five days prior to the previously stated 7.21 beginning date. This guarantee shall be reduced, when there is no work available for a period 7.22 of seven or more consecutive days during any two-week period subsequent to the 7.23 commencement of work, by five hours pay for each such day, when the unavailability of 7.24 work is caused by climatic conditions or an act of God, provided that the employer pays 7.25 the migrant worker, on the normal payday, the sum of  $\frac{5}{50}$  for each such day. 7.26

7.27 Sec. 17. Minnesota Statutes 2022, section 181.87, subdivision 7, is amended to read:
7.28 Subd. 7. Statement itemizing deductions from wages. The employer shall provide a
7.29 written statement at the time wages are paid clearly itemizing each deduction from wages.

7.30 The written statement shall also comply with all other requirements for an earnings statement
7.31 in section 181.032.

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8.1	Sec. 18. Minnesota Statutes 2022, section 181.88, is amended to read:						
8.2	181.88 RECORD KEEPING.						
8.3	Every emplo	over subject to the pro	ovisions of se	ctions 181.85 to 181.9	90 shall maintain		
8.4	complete and ac	curate records of the	names of, the	e daily hours worked	<del>by, the rate of pay</del>		
8.5	for and the wage	es paid each pay peric	<del>od to</del> for every	y individual migrant v	vorker recruited by		
8.6	that employer <del>,</del> a	s required by section	177.30 and s	hall <del>preserve the reco</del>	<del>rds</del> also maintain		
8.7	the employment	statements required u	inder section	<u>181.86</u> for a period of	at least three years.		
8.8	Sec. 19. Minne	esota Statutes 2022, s	section 181.89	9, subdivision 2, is an	nended to read:		
8.9				ls that any defendant			
8.10	-			all enter judgment for	-		
8.11				s provided by this subo			
8.12	-	-	ourt costs and	a reasonable attorney'	s fee. The penalties		
8.13	shall be as follow	ws:					
8.14	(1) whenever	r the court finds that	an employer I	has violated the recor	d-keeping		
8.15	requirements of	section 181.88, <del>\$50</del>	<u>\$200;</u>				
8.16	(2) whenever	r the court finds that	an employer I	has recruited a migrar	nt worker without		
8.17	providing a writ	ten employment state	ement as prov	ided in section 181.8	6, subdivision 1,		
8.18	<u>\$250</u> \$800;						
8.19	(3) whenever	the court finds that a	n employer ha	s recruited a migrant v	worker after having		
8.20	provided a writt	en employment statei	ment, but find	ls that the employment	nt statement fails to		
8.21	comply with the	requirement of sectio	on 181.86, sub	division 1 or section	181.87, <del>\$250</del> <u>\$800</u> ;		
8.22	(4) whenever	r the court finds that a	an employer l	nas failed to comply w	with the terms of an		
8.23	employment sta	tement which the em	ployer has pro	ovided to a migrant w	orker or has failed		
8.24	to comply with	any payment term rec	quired by sect	ion 181.87, <del>\$500_\$1,</del>	<u>600;</u>		
8.25	(5) whenever	the court finds that a	n employer ha	s failed to pay wages t	to a migrant worker		
8.26	within a time pe	riod set forth in secti	on 181.87, su	bdivision 2 or 3, <del>\$50</del>	<u>θ \$1,600;</u> and		
8.27	(6) wheneve	r penalties are award	ed, they shall	be awarded severally	in favor of each		
8.28	migrant worker	plaintiff and against o	each defenda	nt found liable.			

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9.1	Sec. 20. Minn	esota Statutes 2022,	, section 181.8	9, is amended by addin	ng a subdivision to
9.2	read:				
		е 4 т 11,	•	11 1	1 • •
9.3	Subd. 3. En	forcement. In addit	ion to any oth	er remedies available, 1	the commissioner
9.4	may assess the p	penalties in subdivis	sion 2 and pro	vide the penalty to the	migrant worker
9.5	aggrieved by the	e employer's nonco	mpliance.		