SENATE BILL NO. 853

101ST GENERAL ASSEMBLY

INTRODUCED BY SENATOR BECK.

AN ACT

To amend chapter 290, RSMo, by adding thereto one new section relating to compensation owed to employees.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 290, RSMo, is amended by adding thereto

ADRIANE D. CROUSE, Secretary

- 2 one new section, to be known as section 290.115, to read as
- 3 follows:

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- 290.115. 1. Whenever an employer ends an employment
- 2 arrangement with an employee, with or without cause, and
- 3 whenever an employee resigns or otherwise formally ends an
- 4 employment arrangement with an employer, the employer shall,
- 5 within a reasonable amount of time, pay to the employee an
- 6 amount which represents full compensation for all of the
- 7 employee's accrued but unused vacation leave and annual
- 8 leave. This amount shall be in addition to all other wages
- 9 and amounts owed to the employee.
- 10 2. (1) If an employee is compensated by hourly wage,
- 11 the compensation amount described under subsection 1 of this
- 12 section shall be equivalent to the employee's hourly wage
- 13 multiplied by the total number of hours of accrued but
- 14 unused vacation leave and annual leave. If vacation or
- 15 annual leave is accrued in days rather than hours, one day
- of leave shall be equivalent to eight hours for the purpose
- 17 of making this calculation.

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If an employee is salaried, the compensation 18 (2) amount described under subsection 1 of this section shall be 19 calculated to reflect an amount that is proportionally 20 equivalent to the employee's annual salary for the 21 22 employee's total number of hours or days of accrued but 23 unused vacation leave and annual leave. For the purpose of 24 making this calculation, one day shall be equivalent to 25 eight hours and one week shall be equivalent to forty hours.

- 3. (1) In lieu of paying the compensation amount described in subsection 1 of this section, an employer may allow an employee to utilize accrued but unused vacation leave and annual leave as paid time off to be taken at the end of employment.
- 31 (2) The provisions of this subsection shall not in any 32 way restrict or limit the ability of any employer or 33 employee to terminate the employment arrangement.

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