By: Rodríguez, Zaffirini

S.B. No. 151

A BILL TO BE ENTITLED

AN ACT

- 2 relating to employer retaliation against employees who seek
- 3 recovery of unpaid wages and procedures in wage claim hearings
- 4 conducted by the Texas Workforce Commission; providing
- 5 administrative penalties.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 7 SECTION 1. Subchapter B, Chapter 61, Labor Code, is amended
- 8 by adding Sections 61.021 and 61.022 to read as follows:
- 9 Sec. 61.021. EMPLOYER RETALIATION PROHIBITED; CAUSE OF
- 10 ACTION. (a) An employer may not suspend or terminate the
- 11 employment of, or in any other manner discipline, discriminate
- 12 against, or retaliate against an employee who in good faith seeks to
- 13 recover wages owed to the employee by:
- 14 (1) filing a complaint with a governmental entity;
- 15 (2) seeking or accepting the assistance of a nonprofit
- 16 organization or an employee rights organization;
- 17 (3) exercising or attempting to exercise a right or
- 18 remedy granted to the employee by a contract, local ordinance or
- 19 order, or federal or state law; or
- 20 (4) filing a wage claim under Subchapter D.
- 21 (b) An employee who is the subject of an adverse employment
- 22 action prohibited under Subsection (a) may bring suit against the
- 23 employer, including an action in a district court for appropriate
- 24 injunctive relief.

(c) An employee who prevails in a suit brought under this 1 2 section: 3 (1) may recover: 4 (A) reasonable damages incurred by the employee 5 as a result of the adverse employment action; 6 (B) additional damages in an amount equal to the 7 average wages the employee earns during a two-week period plus 8 \$500; and 9 (C) court costs and reasonable attorney's fees incurred by the employee in the suit; and 10 11 (2) is entitled to: 12 (A) reinstatement to the employee's former position or a position that is comparable in terms of compensation, 13 14 benefits, and other conditions of employment; and 15 (B) reinstatement of any benefits and seniority 16 rights lost because of the suspension, termination, or other 17 adverse employment action. Sec. 61.022. COMPLAINTS. (a) A person who has reason to 18 19 believe that an employer has violated Section 61.021 may file a complaint with the commission. 20 21 (b) On receipt of a complaint, the commission shall 22 investigate the complaint and take appropriate enforcement action. 23 (c) The commission shall: 24 (1) adopt rules for filing a complaint under this 25 section; (2) develop a simple standardized form for filing a 26 27 complaint; and

- 1 (3) ensure that the form and information regarding the
- 2 complaint process are available on the commission's Internet
- 3 website.
- 4 SECTION 2. Section 61.052(b), Labor Code, is amended to
- 5 read as follows:
- 6 (b) If a commission examiner imposes an administrative
- 7 penalty under Section 61.053 or 61.0531, the preliminary wage
- 8 determination order must include an order for payment of the
- 9 penalty.
- SECTION 3. Section 61.053(a), Labor Code, is amended to
- 11 read as follows:
- 12 (a) If the commission examiner, a wage claim appeal
- 13 tribunal, or the commission determines that an employer acted in
- 14 bad faith in not paying wages as required by this chapter, the
- 15 examiner, tribunal, or commission, in addition to ordering the
- 16 payment of the wages, shall [may] assess an administrative penalty
- 17 against the employer.
- SECTION 4. Subchapter D, Chapter 61, Labor Code, is amended
- 19 by adding Section 61.0531 to read as follows:
- Sec. 61.0531. RETALIATION; ADMINISTRATIVE PENALTY. (a) If
- 21 after an investigation of a complaint under Section 61.022 the
- 22 commission examiner, a wage claim appeal tribunal, or the
- 23 commission determines that an employer violated Section 61.021(a),
- 24 the examiner, tribunal, or commission shall assess an
- 25 administrative penalty against the employer.
- 26 (b) The amount of an administrative penalty assessed under
- 27 this section is \$1,000 for each violation.

- 1 SECTION 5. The heading to Section 61.058, Labor Code, is
- 2 amended to read as follows:
- 3 Sec. 61.058. HEARING PROCEDURES; PRESUMPTION.
- 4 SECTION 6. Section 61.058, Labor Code, is amended by
- 5 amending Subsection (a) and adding Subsections (c) and (d) to read
- 6 as follows:
- 7 (a) Except as provided by Subsections (c) and (d), a [A]
- 8 hearing conducted under this subchapter is subject to the rules and
- 9 hearings procedures used by the commission in the determination of
- 10 a claim for unemployment compensation benefits.
- 11 <u>(c) In a hearing under this subchapter, an employer's</u>
- 12 failure to comply with Section 62.003 or the recordkeeping
- 13 requirements of the Fair Labor Standards Act of 1938 (29 U.S.C.
- 14 Section 201 et seq.) applicable to an employee creates a rebuttable
- 15 presumption that the employee's hours worked, pay rate, and
- 16 earnings are equal to those amounts provided in the employee's
- 17 testimony or records presented at the hearing.
- 18 (d) A presumption under Subsection (c) may be rebutted by
- 19 clear and convincing evidence provided by the employer of the
- 20 employee's hours worked, pay rate, and earnings.
- 21 SECTION 7. Not later than December 1, 2015, the Texas
- 22 Workforce Commission shall adopt rules necessary to implement
- 23 Section 61.022, Labor Code, as added by this Act.
- SECTION 8. Sections 61.021 and 61.022, Labor Code, as added
- 25 by this Act, apply only to an adverse employment action that is
- 26 taken by an employer against an employee on or after the effective
- 27 date of this Act. An adverse employment action taken before that

- S.B. No. 151
- 1 date is governed by the law in effect on the date the action was
- 2 taken, and the former law is continued in effect for that purpose.
- 3 SECTION 9. Section 61.0531, Labor Code, as added by this
- 4 Act, applies only to conduct that occurs on or after the effective
- 5 date of this Act. Conduct that occurs before that date is governed
- 6 by the law in effect on the date the conduct occurred, and the
- 7 former law is continued in effect for that purpose.
- 8 SECTION 10. Section 61.058, Labor Code, as amended by this
- 9 Act, applies only to a hearing that commences on or after the
- 10 effective date of this Act. A hearing that commences before that
- 11 date is governed by the law in effect on the date the hearing
- 12 commenced, and the former law is continued in effect for that
- 13 purpose.
- 14 SECTION 11. This Act takes effect September 1, 2015.