By: Hinojosa

S.B. No. 1484

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the required earnings statement provided by employers; 3 creating civil liability; providing an administrative penalty. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 62.003, Labor Code, is transferred to 5 Subchapter B, Chapter 61, Labor Code, redesignated as Section 6 61.0181, Labor Code, and amended to read as follows: 7 Sec. <u>61.0181</u> [62.003]. EARNINGS STATEMENT; CIVIL LIABILITY 8 AND ADMINISTRATIVE PENALTY. (a) At the end of each pay period, an 9 employer shall give each employee a written or electronic earnings 10 11 statement covering the pay period. 12 (b) An earnings statement must be signed by the employer or the employer's agent and must show: 13 14 (1) the name of the employee; the rate of pay; 15 (2) the total amount of pay earned by the employee 16 (3) during the pay period; 17 18 (4) any deduction made from the employee's pay and the purpose of the deduction; 19 (5) the amount of pay after all deductions are made; 20 21 and 22 (6) the total number of: 23 (A) hours worked by the employee if the 24 employee's pay is computed by the hour; or

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S.B. No. 1484 1 (B) units produced by the employee during the pay 2 period if the employee's pay is computed on a piece rate. 3 (c) An earnings statement may be in any form determined by The information required by Subsection (b) may be 4 the employer. 5 stated on a check voucher or bank draft given to an employee for the employee's wages. An employer who gives an electronic earnings 6 7 statement shall take reasonable measures to protect, secure, and, 8 if appropriate, encrypt the information required by Subsection (b). 9 (c-1) Except as provided by Subsection (c-2), an employer who fails to give a written or electronic earnings statement is 10 liable to the affected employee in the amount of: 11 12 (1) \$50 for the first pay period in which the employer fails to give a written or electronic earnings statement; and 13 14 (2) \$100 for each subsequent pay period in which the 15 employer fails to give a written or electronic earnings statement. (c-2) An employer is not liable for more than \$4,000 under 16 17 Subsection (c-1). (c-3) A court shall award costs and reasonable attorney's 18 19 fees to an employee who prevails in an action described by Subsection (c-1). 20 21 (c-4) If the commission determines that an employer has failed to give a written or electronic earnings statement for a pay 22 23 period, the commission may assess an administrative penalty against 24 the employer in the amount of: 25 (1) \$250 per employee for the first pay period in which 26 the employer fails to give a written or electronic earnings 27 statement; and

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1 (2) \$1,000 per employee for each subsequent pay period 2 in which the employer fails to give a written or electronic earnings 3 statement. 4 (d) In this section, "pay period" means the period that an 5 employee works for which salary or wages are regularly paid under 6 the employee's employment agreement. SECTION 2. Section 62.053, Labor Code, is amended to read as 7 follows: 8 Sec. 62.053. COST OF MEALS OR LODGING. 9 In computing the wage paid to an employee, an employer may include the reasonable 10 cost to the employer of furnishing meals, lodging, or both to the 11 employee if: 12 (1) meals or lodging customarily are furnished by the 13 14 employer to employees; and 15 (2) the cost of the meals and lodging are separately 16 stated and identified in the earnings statement furnished to the employee under Section 61.0181 [62.003]. 17 SECTION 3. This Act takes effect September 1, 2019. 18

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