LC004537

### 2016 -- H 7505

# STATE OF RHODE ISLAND

#### IN GENERAL ASSEMBLY

#### JANUARY SESSION, A.D. 2016

## AN ACT

#### RELATING TO LABOR AND LABOR RELATIONS -- PAYMENT OF WAGES

Introduced By: Representatives Palangio, Regunberg, Almeida, Williams, and Messier Date Introduced: February 05, 2016

Referred To: House Labor

It is enacted by the General Assembly as follows:

- 1 SECTION 1. Section 28-14-24 of the General Laws in Chapter 28-14 entitled "Payment
- 2 of Wages" is hereby amended to read as follows:
- 3 <u>28-14-24. Set-off of money owed by employee to employer. --</u> (a) <u>Wages shall not be</u>
- 4 subject to any deductions, except for allowances authorized by title 28, or otherwise authorized or
- 5 required by law. Prohibited deductions include, but are not limited to:
- 6 (1) Deductions for spoilage or breakage;
- 7 (2) Deductions for cash shortages or losses; and
- 8 (3) Fines or penalties for tardiness, misconduct, or quitting by an employee without
- 9 <u>notice.</u>
- (b) In any action for unpaid wages brought under the provisions of this chapter, the
  employer-debtor shall not deduct as a set-off or counterclaim:
- (1) Any money allegedly due the employer as compensation for damages caused to theemployer's property by the negligence of the employee;
- 14 (2) Any money allegedly due the employer as rent; or
- 15 (3) Any money allegedly owed to the employer by the employee;

16 (c) Provided, that any employer granting his employee a loan or advance against future 17 earnings or wages may deduct the loan as a set-off or counterclaim if evidenced by a statement in 18 writing signed by the employee. Nothing in this section shall be construed to limit or restrict in 19 any way any rights which the employer now has to recover, by a separate legal action, any money

- 1 owed the employer by the employee.
- 2 (d) Any employee or former employee aggrieved by a violation of this section shall be
- 3 <u>entitled to the same rights and protections as provided for in §28-14-19.</u>
  - SECTION 2. This act shall take effect upon passage.

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#### EXPLANATION

### BY THE LEGISLATIVE COUNCIL

### OF

# AN ACT

# RELATING TO LABOR AND LABOR RELATIONS -- PAYMENT OF WAGES

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1 This act would prohibit employers from deducting from their employees' wages for 2 spoilage, breakage, cash shortages, losses, fines or penalties for tardiness, misconduct or quitting 3 by an employee without notice.

4 This act would take effect upon passage.

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