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SS/AA

SENATE STATE OF MINNESOTA NINETY-SECOND SESSION

S.F. No. 29

(SENATE AUTHORS: PAPPAS, Champion, Bakk, Fateh and McEwen) DATE D-PG OFFICIAL STATUS

DALE	D-PG	OFFICIAL STATUS
01/11/2021	77	Introduction and first reading
		Referred to Jobs and Economic Growth Finance and Policy
01/14/2021	102	Authors added Champion; Bakk
02/04/2021	256	Author added Fateh
	259	Withdrawn and re-referred to Labor and Industry Policy
03/15/2021	918	Author added McEwen
		See HF7

1.1	A bill for an act
1.2 1.3 1.4 1.5 1.6	relating to employment; providing for earned sick and safe time; appropriating money; authorizing rulemaking; imposing civil penalties; requiring reports; amending Minnesota Statutes 2020, sections 177.27, subdivisions 2, 4, 7; 181.942, subdivision 1; proposing coding for new law in Minnesota Statutes, chapters 177; 181; repealing Minnesota Statutes 2020, section 181.9413.
1.7	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
1.8	ARTICLE 1
1.9	EARNED SICK AND SAFE TIME
1.10	Section 1. Minnesota Statutes 2020, section 181.942, subdivision 1, is amended to read:
1.11	Subdivision 1. Comparable position. (a) An employee returning from a leave of absence
1.12	under section 181.941 is entitled to return to employment in the employee's former position
1.13	or in a position of comparable duties, number of hours, and pay. An employee returning
1.14	from a leave of absence longer than one month must notify a supervisor at least two weeks
1.15	prior to return from leave. An employee returning from a leave under section 181.9412 or
1.16	181.9413 sections 181.9445 to 181.9448 is entitled to return to employment in the employee's
1.17	former position.
1.18	(b) If, during a leave under sections 181.940 to 181.944, the employer experiences a
1.19	layoff and the employee would have lost a position had the employee not been on leave,
1.20	pursuant to the good faith operation of a bona fide layoff and recall system, including a
1.21	system under a collective bargaining agreement, the employee is not entitled to reinstatement
1.22	in the former or comparable position. In such circumstances, the employee retains all rights
1.23	under the layoff and recall system, including a system under a collective bargaining
1.24	agreement, as if the employee had not taken the leave.

Article 1 Section 1.

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2.1	Sec. 2. [181.9445] I	DEFINITIO	DNS.		
2.2	Subdivision 1. De	finitions. <u>F</u>	or the purposes	of section 177.50 and sec	tions 181.9445
2.3	to 181.9447, the term	s defined in	this section ha	ve the meanings given the	<u>m.</u>
2.4	Subd. 2. Commiss	sioner. "Con	nmissioner" me	eans the commissioner of la	bor and industry
2.5	or authorized designe	e or represe	entative.		
2.6	Subd. 3. Domestic	<u>e abuse.</u> "D	omestic abuse"	has the meaning given in s	section 518B.01.
2.7	Subd. 4. Earned s	ick and saf	e time. "Earned	sick and safe time" means	leave, including
2.8	paid time off and other	paid leave	systems, that is	paid at the same hourly rate	e as an employee
2.9	earns from employme	ent that may	be used for the	e same purposes and under	the same
2.10	conditions as provide	d under sec	tion 181.9447.		
2.11	Subd. 5. Employe	e. "Employ	ee" means any	person who is employed b	y an employer,
2.12	including temporary a	and part-tim	e employees, w	who performs work for at l	east 80 hours in
2.13	a year for that employ	er in Minne	esota. Employe	e does not include:	
2.14	(1) an independen	t contractor	; or		
2.15	(2) an individual e	mployed by	an air carrier a	as a flight deck or cabin cro	ew member who
2.16	is subject to United S	tates Code,	title 45, section	ns 181 to 188, and who is p	provided with
2.17	paid leave equal to or	exceeding	the amounts in	section 181.9446.	
2.18	Subd. 6. Employe	r. "Employ	er" means a pei	rson who has one or more	employees.
2.19	Employer includes an	individual,	a corporation,	a partnership, an associati	on, a business
2.20	trust, a nonprofit orga	nization, a g	group of persons	s, a state, county, town, city	y, school district,
2.21	or other governmenta	l subdivisio	n. In the event	that a temporary employed	e is supplied by
2.22	a staffing agency, abs	ent a contra	ctual agreemen	t stating otherwise, that ine	dividual shall be
2.23	an employee of the sta	ffing agenc	y for all purpos	es of section 177.50 and se	ctions 181.9445
2.24	<u>to 181.9448.</u>				
2.25	Subd. 7. Family n	nember. "F	amily member"	means:	
2.26	(1) an employee's:				
2.27	(i) child, foster ch	ild, adult ch	ild, legal ward,	or child for whom the em	ployee is legal
2.28	guardian;				
2.29	(ii) spouse or regis	stered dome	estic partner;		
2.30	(iii) sibling, stepsi	bling, or fo	ster sibling;		
2.31	(iv) parent or step	parent;			

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3.1	(v) grand	lchild, foster grande	hild, or stepgrand	lchild; or	
3.2	(vi) grane	dparent or stepgrand	lparent;		
3.3	<u>(2)</u> any o	f the family member	rs listed in clause	(1) of a spouse or registe	ered domestic
3.4	partner;				
3.5	<u> </u>		-	vhose close association wi	th the employee
3.6	is the equiva	llent of a family rela	tionship; and		
3.7	<u>(4) up to</u>	one individual annu	ally designated b	by the employee.	
3.8	Subd. 8.	Health care profess	ional. "Health car	e professional" means any	person licensed
3.9	under federa	ll or state law to prov	vide medical or e	mergency services, includ	ling doctors,
3.10	physician as	sistants, nurses, and	emergency room	n personnel.	
3.11	<u>Subd. 9.</u>	Prevailing wage rat	te. "Prevailing w	age rate" has the meaning	given in section
3.12	177.42 and a	as calculated by the	Department of La	abor and Industry.	
3.13	<u>Subd. 10</u>	<u>. Retaliatory perso</u>	nnel action. "Re	taliatory personnel action	" means:
3.14	<u>(1) any fe</u>	orm of intimidation,	threat, reprisal, l	narassment, discrimination	n, or adverse
3.15	employment	action, including di	scipline, dischar	ge, suspension, transfer, o	r reassignment
3.16	to a lesser po	osition in terms of jo	b classification,	job security, or other cond	lition of
3.17	employment	; reduction in pay of	r hours or denial	of additional hours; the ad	cumulation of
3.18	points under	an attendance point	system; informi	ng another employer that	the person has
3.19	engaged in a	ctivities protected by	this chapter; or r	eporting or threatening to	report the actual
3.20	or suspected	citizenship or immi	gration status of	an employee, former emp	loyee, or family
3.21	member of a	in employee to a fed	eral, state, or loc	al agency; and	
3.22	<u>(2) interf</u>	erence with or punis	shment for partici	pating in any manner in a	n investigation,
3.23	proceeding,	or hearing under thi	s chapter.		
3.24	Subd. 11	. <u>Sexual assault.</u> "S	exual assault" me	eans an act that constitute	s a violation
3.25	under section	ns 609.342 to 609.34	453 or 609.352.		
3.26	<u>Subd. 12</u>	<u>.</u> Stalking. "Stalking	g" has the meaning	ng given in section 609.74	<u>9.</u>
3.27	Subd. 13	. Year. "Year" means	s a regular and co	nsecutive 12-month period	l, as determined
3.28	by an emplo	yer and clearly com	municated to eac	h employee of that emplo	yer.
3.29	Sec. 3. [18	1.9446] ACCRUAI	L OF EARNED	SICK AND SAFE TIMI	<u>E.</u>
3.30	<u>(a) An er</u>	nployee accrues a m	inimum of one h	our of earned sick and saf	e time for every
3.31	30 hours wo	rked up to a maxim	um of 48 hours o	f earned sick and safe tim	e in a year.

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4.1	Employees n	nay not accrue mor	e than 48 hours o	f earned sick and safe tin	ne in a year unless
4.2	the employed	r agrees to a higher	amount.		
4.3	(b) Empl	oyers must permit a	an employee to c	arry over accrued but un	used sick and safe
4.4	time into the	following year. Th	ne total amount o	f accrued but unused ear	ned sick and safe
4.5	time for an e	mployee must not	exceed 80 hours	at any time, unless an en	nployer agrees to
4.6	a higher amo	ount.			
4.7	(c) Emplo	oyees who are exer	npt from overtim	ne requirements under Un	nited States Code,
4.8	title 29, secti	on 213(a)(1), as am	ended through th	e effective date of this se	ection, are deemed
4.9	to work 40 h	ours in each worky	week for purpose	s of accruing earned sick	and safe time,
4.10	except that a	n employee whose	normal workwee	ek is less than 40 hours v	vill accrue earned
4.11	sick and safe	time based on the	normal workwee	<u>ek.</u>	
4.12	(d) Earne	d sick and safe tim	e under this secti	on begins to accrue at th	e commencement
4.13	of employme	ent of the employee	<u>e.</u>		
4.14	(e) Emple	oyees may use accr	rued earned sick	and safe time beginning	90 calendar days
4.15	after the day	their employment	commenced. Aft	er 90 days from the day	employment
4.16	commenced,	employees may us	se earned sick an	d safe time as it is accrue	ed. The
4.17	90-calendar-	day period under thi	is paragraph inclu	des both days worked and	l days not worked.
4.18	Sec. 4. [18	<u>1.9447] USE OF E</u>	EARNED SICK	AND SAFE TIME.	
4.19	Subdivisi	ion 1. Eligible use.	An employee m	ay use accrued earned si	ck and safe time
4.20	for:				
4.21	<u>(1) an em</u>	nployee's:			
4.22	(i) menta	l or physical illness	s, injury, or other	health condition;	
4.23	(ii) need	for medical diagnos	sis, care, or treatr	nent of a mental or physi	cal illness, injury,
4.24	or health cor	idition; or			
4.25	(iii) need	for preventive mee	dical or health ca	re;	
4.26	<u>(2) care c</u>	of a family member	<u>.</u>		
4.27	(i) with a	mental or physical	l illness, injury, c	or other health condition;	
4.28	(ii) who i	needs medical diag	nosis, care, or tre	eatment of a mental or ph	ysical illness,
4.29	injury, or oth	er health condition	i; or		
4.30	<u>(iii) who</u>	needs preventive n	nedical or health	care;	

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<u>(3)</u>	absence due to domesti	ic abuse, sexual as	ssault, or	stalking of the e	mployee or
employ	ee's family member, pr	covided the absen	ce is to:		
<u>(i) s</u>	eek medical attention re	elated to physical	or psych	ological injury or	disability caused
by dom	estic abuse, sexual ass	ault, or stalking;			
<u>(ii)</u>	obtain services from a	victim services or	rganizatio	on;	
<u>(iii)</u>	obtain psychological c	or other counselin	<u>g;</u>		
<u>(iv)</u>	seek relocation due to	domestic abuse, s	sexual as	sault, or stalking;	or
<u>(v)</u>	seek legal advice or tak	e legal action, inc	luding pi	reparing for or pa	rticipating in any
civil or	criminal legal proceedi	ng related to or rea	sulting fr	om domestic abu	se, sexual assault,
or stalk	ing;				
(4)	closure of the employee	s place of busines	ss due to	weather or other 1	oublic emergency
	nployee's need to care				
	due to weather or other	-			
(5)	when it has been deterr	nined by the heal	th author	ities having juris	diction or by a
health o	are professional that the	e presence of the e	mployee	or family membe	r of the employee
in the c	ommunity would jeopa	ardize the health o	of others	because of the ex	posure of the
employ	ee or family member o	of the employee to	o a comm	unicable disease,	, whether or not
the emp	bloyee or family memb	er has actually co	ontracted	the communicab	le disease.
Sub	d. 2. Notice. An emplo	oyer may require n	notice of 1	the need for use c	of earned sick and
safe tin	ne as provided in this pa	aragraph. If the ne	eed for us	e is foreseeable,	an employer may
require	advance notice of the in	ntention to use ear	rned sick	and safe time but	t must not require
more th	an seven days' advance	notice. If the need	d is unfor	eseeable, an emp	loyer may require
	loyee to give notice of				
Sub	d. 3. Documentation.	When an employe	ee uses e	arned sick and sa	fe time for more
than th	ee consecutive days, a	n employer may r	require re	easonable docume	entation that the
earned	sick and safe time is co	overed by subdivis	sion 1. Fe	or earned sick an	d safe time under
subdivi	sion 1, clauses (1) and (2), reasonable doc	cumentat	ion may include a	signed statement
by a he	alth care professional i	ndicating the need	d for use	of earned sick ar	nd safe time. For
earned	sick and safe time unde	er subdivision 1, c	clause (3)	, an employer m	ust accept a court
	or documentation signed			^ ·	•
	ney, a police officer, or				
employ	ney, a police officer, of er must not require dis ing or the details of an	closure of details	relating	to domestic abus	e, sexual assault,

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	section.
	Subd. 4. Replacement worker. An employer may not require, as a condition of an
	employee using earned sick and safe time, that the employee seek or find a replaceme
1	worker to cover the hours the employee uses as earned sick and safe time.
	Subd. 5. Increment of time used. Earned sick and safe time may be used in the small
	increment of time tracked by the employer's payroll system, provided such increment i
	more than four hours.
	Subd. 6. Retaliation prohibited. An employer shall not take retaliatory personnel a
	against an employee because the employee has requested earned sick and safe time, u
	earned sick and safe time, requested a statement of accrued sick and safe time, or mad
	complaint or filed an action to enforce a right to earned sick and safe time under this sec
	Subd. 7. Reinstatement to comparable position after leave. An employee return
	from a leave under this section is entitled to return to employment in a comparable posi
	If, during a leave under this section, the employer experiences a layoff and the emplo
	would have lost a position had the employee not been on leave, pursuant to the good
	operation of a bona fide layoff and recall system, including a system under a collectiv
	bargaining agreement, the employee is not entitled to reinstatement in the former or
	comparable position. In such circumstances, the employee retains all rights under the la
	and recall system, including a system under a collective bargaining agreement, as if the
	employee had not taken the leave.
	Subd. 8. Pay and benefits after leave. An employee returning from a leave under
	section is entitled to return to employment at the same rate of pay the employee had b
	receiving when the leave commenced, plus any automatic adjustments in the employe
	pay scale that occurred during leave period. The employee returning from a leave is en
	to retain all accrued preleave benefits of employment and seniority as if there had bee
	interruption in service, provided that nothing under this section prevents the accrual c
	benefits or seniority during the leave pursuant to a collective bargaining or other agree
	between the employer and employees.
	Subd. 9. Part-time return from leave. An employee, by agreement with the employee
	may return to work part time during the leave period without forfeiting the right to re
	to employment at the end of the leave, as provided under this section.
	Subd. 10. Notice and posting by employer. (a) Employers must give notice to all
	employees that they are entitled to earned sick and safe time, including the amount of ea

Article 1 Sec. 4.

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7.1	sick and safe time, the accrual year for the employee, and the terms of its use under this
7.2	section; that retaliation against employees who request or use earned sick and safe time is
7.3	prohibited; and that each employee has the right to file a complaint or bring a civil action
7.4	if earned sick and safe time is denied by the employer or the employee is retaliated against
7.5	for requesting or using earned sick and safe time.
7.6	(b) Employers must supply employees with a notice in English and other appropriate
7.7	languages that contains the information required in paragraph (a) at commencement of
7.8	employment or the effective date of this section, whichever is later.
7.9	(c) The means used by the employer must be at least as effective as the following options
7.10	for providing notice:
7.11	(1) posting a copy of the notice at each location where employees perform work and
7.12	where the notice must be readily observed and easily reviewed by all employees performing
7.13	work; or
7.14	(2) providing a paper or electronic copy of the notice to employees.
7.15	The notice must contain all information required under paragraph (a). The commissioner
7.16	shall create and make available to employers a poster and a model notice that contains the
7.17	information required under paragraph (a) for their use in complying with this section.
7.18	(d) An employer that provides an employee handbook to its employees must include in
7.19	the handbook notice of employee rights and remedies under this section.
7.20	Subd. 11. Required statement to employee. (a) Upon request of the employee, the
7.21	employer must provide, in writing or electronically, current information stating the
7.22	employee's amount of:
7.23	(1) earned sick and safe time available to the employee; and
7.24	(2) used earned sick and safe time.
7.25	(b) Employers may choose a reasonable system for providing the information in paragraph
7.26	(a), including but not limited to listing information on each pay stub or developing an online
7.27	system where employees can access their own information.
7.28	Subd. 12. Employer records. (a) Employers shall retain accurate records documenting
7.29	hours worked by employees and earned sick and safe time taken and comply with all
7.30	requirements under section 177.30.
7.31	(b) An employer must allow an employee to inspect records required by this section and
7.32	relating to that employee at a reasonable time and place.

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8.1	Subd. 13	3. Confidentiality a	nd nondisclosu	re. (a) If, in conjunction w	ith this section.
8.2	an employe		<u> </u>		
				1 1	
8.3	<u> </u>	h or medical informa	ation regarding	an employee or an employ	ee's family
8.4	<u>member;</u>				
8.5	<u>(2) infor</u>	mation pertaining to	domestic abuse	e, sexual assault, or stalking	<u>.</u>
8.6	<u>(3) infor</u>	mation that the empl	oyee has reques	sted or obtained leave under	r this section; or
8.7	<u>(4) any v</u>	written or oral statem	ent, documenta	tion, record, or corroborati	ng evidence
8.8	provided by	the employee or an	employee's fam	nily member, the employer	must treat such
8.9	information	as confidential.			
8.10	Informat	tion given by an empl	oyee may only b	be disclosed by an employer	if the disclosure
8.11	is requested	or consented to by t	he employee, w	when ordered by a court or a	administrative
8.12	agency, or v	vhen otherwise requi	red by federal o	or state law.	
8.13	<u>(b) Reco</u>	rds and documents re	elating to medic	al certifications, recertificat	ions, or medical
8.14	histories of	employees or family	members of en	nployees created for purpos	ses of section
8.15	177.50 or se	ctions 181.9445 to 18	81.9448 must be	maintained as confidential	medical records
8.16	separate fro	m the usual personne	el files. At the re	equest of the employee, the	employer must
8.17	destroy or re	eturn the records req	uired by sectior	us 181.9445 to 181.9448 th	at are older than
8.18	three years	prior to the current c	alendar year.		
8.19	<u>(c)</u> Emp	loyers may not discri	minate against	any employee based on rec	ords created for
8.20	the purpose	s of section 177.50 o	r sections 181.9	9445 to 181.9448.	
8.21	Sec. 5 [18	81.9448] EFFECT (N OTHER L	AW OR POLICY	
0.21	500. J. <u>III</u>	JIJ HO EFFECT		w ok i olic i.	
8.22	Subdivis	sion 1. No effect on	more generous	sick and safe time policie	es. (a) Nothing
8.23	in sections 1	.81.9445 to 181.9448	shall be constr	ued to discourage employer	rs from adopting
8.24	or retaining	earned sick and safe	time policies the	hat meet or exceed, and do	not otherwise
8.25	conflict with	h, the minimum stan	dards and requi	rements provided in section	ns 181.9445 to
8.26	181.9447.				
8.27	<u>(b) Noth</u>	ing in sections 181.9	9445 to 181.944	7 shall be construed to lim	it the right of
8.28	parties to a c	collective bargaining	agreement to ba	argain and agree with respe	ct to earned sick
8.29	and safe tim	e policies or to dimi	nish the obligat	ion of an employer to com	ply with any
8.30	contract, co	llective bargaining ag	greement, or an	y employment benefit prog	ram or plan that
8.31	meets or exe	ceeds, and does not o	otherwise confli	ct with, the minimum stand	lards and
8.32	requirement	ts provided in this se	ction.		

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9.1	(c) Employers who provide earned sick and safe time to their employees under a paid
9.2	time off policy or other paid leave policy that meets or exceeds, and does not otherwise
9.3	conflict with, the minimum standards and requirements provided in sections 181.9445 to
9.4	181.9448 are not required to provide additional earned sick and safe time.
9.5	(d) An employer may opt to satisfy the requirements of sections 181.9445 to 181.9448
9.6	for construction industry employees by:
9.7	(1) paying at least the prevailing wage rate as defined by section 177.42 and as calculated
9.8	by the Department of Labor and Industry; or
9.9	(2) paying at least the required rate established in a registered apprenticeship agreement
9.10	for apprentices registered with the Department of Labor and Industry.
9.11	An employer electing this option is deemed to be in compliance with sections 181.9445 to
9.12	181.9448 for construction industry employees who receive either at least the prevailing
9.13	wage rate or the rate required in the applicable apprenticeship agreement regardless of
9.14	whether the employees are working on private or public projects.
9.15	(e) Sections 181.9445 to 181.9448 do not prohibit an employer from establishing a policy
9.16	whereby employees may donate unused accrued sick and safe time to another employee.
9.17	(f) Sections 181.9445 to 181.9448 do not prohibit an employer from advancing sick and
9.18	safe time to an employee before accrual by the employee.
9.19	Subd. 2. Termination; separation; transfer. Sections 181.9445 to 181.9448 do not
9.20	require financial or other reimbursement to an employee from an employer upon the
9.21	employee's termination, resignation, retirement, or other separation from employment for
9.22	accrued earned sick and safe time that has not been used. If an employee is transferred to
9.23	a separate division, entity, or location, but remains employed by the same employer, the
9.24	employee is entitled to all earned sick and safe time accrued at the prior division, entity, or
9.25	location and is entitled to use all earned sick and safe time as provided in sections 181.9445
9.26	to 181.9448. When there is a separation from employment and the employee is rehired
9.27	within 180 days of separation by the same employer, previously accrued earned sick and
9.28	safe time that had not been used must be reinstated. An employee is entitled to use accrued
9.29	earned sick and safe time and accrue additional earned sick and safe time at the
9.30	commencement of reemployment.
9.31	Subd. 3. Employer succession. (a) When a different employer succeeds or takes the
9.32	place of an existing employer, all employees of the original employer who remain employed
9.33	by the successor employer are entitled to all earned sick and safe time accrued but not used

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10.1	when employed	d by the original e	employer, and a	re entitled to use all earne	ed sick and safe		
10.2	time previously	time previously accrued but not used.					
10.3	(b) If, at the	e time of transfer	of the business,	employees are terminated	d by the original		
10.4	employer and hired within 30 days by the successor employer following the transfer, those						
10.5	employees are entitled to all earned sick and safe time accrued but not used when employed						
10.6	by the original employer, and are entitled to use all earned sick and safe time previously						
10.7	accrued but no	t used.					
10.8	Sec. 6. <u>REPI</u>	EALER.					
10.9	Minnesota	Statutes 2020, sec	ction 181.9413,	is repealed.			
10.10	Sec. 7. <u>EFFF</u>	ECTIVE DATE.					
10.11	This article	is effective 180 d	lays following f	inal enactment.			
10.12			ARTICL	E 2			
10.13		EARNED SICK	X AND SAFE 7	TIME ENFORCEMENT	ſ		
10.14	Section 1. Mi	innesota Statutes 2	2020, section 17	7.27, subdivision 2, is ar	nended to read:		
10.15	Subd. 2. Su	bmission of reco	rds; penalty. Th	ne commissioner may req	uire the employer		
10.16	of employees w	vorking in the stat	te to submit to the	he commissioner photoco	pies, certified		
10.17	copies, or, if ne	cessary, the origin	als of employm	ent records which the con	missioner deems		
10.18	necessary or ap	propriate. The re	cords which ma	y be required include full	and correct		
10.19	statements in w	vriting, including	sworn statement	ts by the employer, contain	ning information		
10.20	relating to wag	es, hours, names,	addresses, and	any other information per	rtaining to the		
10.21	employer's emp	ployees and the co	onditions of thei	r employment as the com	missioner deems		
10.22	necessary or ap	propriate.					
10.23	The commi	ssioner may requi	ire the records to	o be submitted by certifie	d mail delivery		
10.24				bloyer or a representative			
10.25	as authorized b	by the employer in	writing.				

The commissioner may fine the employer up to \$1,000 \$10,000 for each failure to submit
or deliver records as required by this section, and up to \$5,000 for each repeated failure.
This penalty is in addition to any penalties provided under section 177.32, subdivision 1.
In determining the amount of a civil penalty under this subdivision, the appropriateness of
such penalty to the size of the employer's business and the gravity of the violation shall be
considered.

11.1 Sec. 2. Minnesota Statutes 2020, section 177.27, subdivision 4, is amended to read:

Subd. 4. Compliance orders. The commissioner may issue an order requiring an 11.2 employer to comply with sections 177.21 to 177.435, 181.02, 181.03, 181.031, 181.032, 11.3 181.101, 181.11, 181.13, 181.14, 181.145, 181.15, 181.172, paragraph (a) or (d), 181.275, 11.4 subdivision 2a, 181.722, 181.79, and 181.939 to 181.943, and 181.9445 to 181.9448, or 11.5 with any rule promulgated under section 177.28. The commissioner shall issue an order 11.6 requiring an employer to comply with sections 177.41 to 177.435 if the violation is repeated. 11.7 11.8 For purposes of this subdivision only, a violation is repeated if at any time during the two years that preceded the date of violation, the commissioner issued an order to the employer 11.9 for violation of sections 177.41 to 177.435 and the order is final or the commissioner and 11.10 the employer have entered into a settlement agreement that required the employer to pay 11.11 back wages that were required by sections 177.41 to 177.435. The department shall serve 11.12 the order upon the employer or the employer's authorized representative in person or by 11.13 certified mail at the employer's place of business. An employer who wishes to contest the 11.14 order must file written notice of objection to the order with the commissioner within 15 11.15 calendar days after being served with the order. A contested case proceeding must then be 11.16 held in accordance with sections 14.57 to 14.69. If, within 15 calendar days after being 11.17 served with the order, the employer fails to file a written notice of objection with the 11.18 commissioner, the order becomes a final order of the commissioner. 11.19

11.20 Sec. 3. Minnesota Statutes 2020, section 177.27, subdivision 7, is amended to read:

Subd. 7. Employer liability. If an employer is found by the commissioner to have 11.21 violated a section identified in subdivision 4, or any rule adopted under section 177.28, and 11.22 the commissioner issues an order to comply, the commissioner shall order the employer to 11.23 cease and desist from engaging in the violative practice and to take such affirmative steps 11.24 that in the judgment of the commissioner will effectuate the purposes of the section or rule 11.25 violated. The commissioner shall order the employer to pay to the aggrieved parties back 11.26 pay, gratuities, and compensatory damages, less any amount actually paid to the employee 11.27 by the employer, and for an additional equal amount as liquidated damages. Any employer 11.28 who is found by the commissioner to have repeatedly or willfully violated a section or 11.29 sections identified in subdivision 4 shall be subject to a civil penalty of up to $\frac{1000}{1000}$ \$10,000 11.30 11.31 for each violation for each employee. In determining the amount of a civil penalty under this subdivision, the appropriateness of such penalty to the size of the employer's business 11.32 and the gravity of the violation shall be considered. In addition, the commissioner may order 11.33 the employer to reimburse the department and the attorney general for all appropriate 11.34 litigation and hearing costs expended in preparation for and in conducting the contested 11.35

12.1 case proceeding, unless payment of costs would impose extreme financial hardship on the

12.2 employer. If the employer is able to establish extreme financial hardship, then the

12.3 commissioner may order the employer to pay a percentage of the total costs that will not

12.4 cause extreme financial hardship. Costs include but are not limited to the costs of services

12.5 rendered by the attorney general, private attorneys if engaged by the department,

administrative law judges, court reporters, and expert witnesses as well as the cost of

12.7 transcripts. Interest shall accrue on, and be added to, the unpaid balance of a commissioner's

12.8 order from the date the order is signed by the commissioner until it is paid, at an annual rate

provided in section 549.09, subdivision 1, paragraph (c). The commissioner may establishescrow accounts for purposes of distributing damages.

12.11 Sec. 4. [177.50] EARNED SICK AND SAFE TIME ENFORCEMENT.

12.12 Subdivision 1. **Definitions.** The definitions in section 181.9445 apply to this section.

12.13 Subd. 2. Rulemaking authority. The commissioner may adopt rules to carry out the
12.14 purposes of this section and sections 181.9445 to 181.9448.

12.15 Subd. 3. Individual remedies. In addition to any other remedies provided by law, a

12.16 person injured by a violation of sections 181.9445 to 181.9448 may bring a civil action to

12.17 recover general and special damages, along with costs, fees, and reasonable attorney fees,

12.18 and may receive injunctive and other equitable relief as determined by a court. An action

12.19 to recover damages under this subdivision must be commenced within three years of the

12.20 violation of sections 181.9445 to 181.9448 that caused the injury to the employee.

12.21 Subd. 4. Grants to community organizations. The commissioner may make grants to

12.22 community organizations for the purpose of outreach to and education for employees

12.23 regarding their rights under sections 181.9445 to 181.9448. The community-based

12.24 organizations must be selected based on their experience, capacity, and relationships in

12.25 <u>high-violation industries</u>. The work under such a grant may include the creation and

12.26 administration of a statewide worker hotline.

- 12.29 legislative committee. The report must include, but is not limited to:
- 12.30 (1) a list of all violations of sections 181.9445 to 181.9448, including the employer
- 12.31 involved, and the nature of any violations; and
- 12.32 (2) an analysis of noncompliance with sections 181.9445 to 181.9448, including any

12.33 patterns by employer, industry, or county.

^{12.27} Subd. 5. Report to legislature. (a) The commissioner must submit an annual report to
12.28 the legislature, including to the chairs and ranking minority members of any relevant

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13.1	(b) A report under this section must not include an employee's name or other identifying			
13.2	information, any health or medical information regarding an employee or an employee's			
13.3	family member, or any information pertaining to domestic abuse, sexual assault, or stalking			
13.4	of an employee or an employee's family member.			
13.5	Subd. 6. Contract for labor or services. It is the responsibility of all employers to not			
13.6	enter into any contract or agreement for labor or services where the employer has any actual			
13.7	knowledge or knowledge arising from familiarity with the normal facts and circumstances			
13.8	of the business activity engaged in, or has any additional facts or information that, taken			
13.9	together, would make a reasonably prudent person undertake to inquire whether, taken			
13.10	together, the contractor is not complying or has failed to comply with this section. For			
13.11	purposes of this subdivision, "actual knowledge" means information obtained by the employer			
13.12	that the contractor has violated this section within the past two years and has failed to present			
13.13	the employer with credible evidence that such noncompliance has been cured going forward.			
13.14	EFFECTIVE DATE. This section is effective 180 days after final enactment.			
13.15	ARTICLE 3			
13.16	EARNED SICK AND SAFE TIME APPROPRIATIONS			
13.17	Section 1. EARNED SICK AND SAFE TIME APPROPRIATIONS.			
13.18	(a) \$ in fiscal year 2022 and \$ in fiscal year 2023 are appropriated from the			
13.19	general fund to the commissioner of labor and industry for enforcement and other duties			
13.20	regarding earned sick and safe time under Minnesota Statutes, sections 181.9445 to 181.9448,			
13.21	and chapter 177. In fiscal year 2024, the base is \$			
13.22	(b) \$ in fiscal year 2022 and \$ in fiscal year 2023 are appropriated from the			
13.23	general fund to the commissioner of management and budget for costs associated with			
13.24	earned sick and safe time under Minnesota Statutes, sections 181.9445 to 181.9448.			

APPENDIX Repealed Minnesota Statutes: 21-00990

181.9413 SICK LEAVE BENEFITS; CARE OF RELATIVES.

(a) An employee may use personal sick leave benefits provided by the employer for absences due to an illness of or injury to the employee's child, as defined in section 181.940, subdivision 4, adult child, spouse, sibling, parent, mother-in-law, father-in-law, grandchild, grandparent, or stepparent, for reasonable periods of time as the employee's attendance may be necessary, on the same terms upon which the employee is able to use sick leave benefits for the employee's own illness or injury. This section applies only to personal sick leave benefits payable to the employee from the employer's general assets.

(b) An employee may use sick leave as allowed under this section for safety leave, whether or not the employee's employer allows use of sick leave for that purpose for such reasonable periods of time as may be necessary. Safety leave may be used for assistance to the employee or assistance to the relatives described in paragraph (a). For the purpose of this section, "safety leave" is leave for the purpose of providing or receiving assistance because of sexual assault, domestic abuse, or stalking. For the purpose of this paragraph:

(1) "domestic abuse" has the meaning given in section 518B.01;

(2) "sexual assault" means an act that constitutes a violation under sections 609.342 to 609.3453 or 609.352; and

(3) "stalking" has the meaning given in section 609.749.

(c) An employer may limit the use of safety leave as described in paragraph (b) or personal sick leave benefits provided by the employer for absences due to an illness of or injury to the employee's adult child, spouse, sibling, parent, mother-in-law, father-in-law, grandchild, grandparent, or stepparent to no less than 160 hours in any 12-month period. This paragraph does not apply to absences due to the illness or injury of a child, as defined in section 181.940, subdivision 4.

(d) For purposes of this section, "personal sick leave benefits" means time accrued and available to an employee to be used as a result of absence from work due to personal illness or injury, but does not include short-term or long-term disability or other salary continuation benefits.

(e) For the purpose of this section, "child" includes a stepchild and a biological, adopted, and foster child.

(f) For the purpose of this section, "grandchild" includes a step-grandchild, and a biological, adopted, and foster grandchild.

(g) This section does not prevent an employer from providing greater sick leave benefits than are provided for under this section.

(h) An employer shall not retaliate against an employee for requesting or obtaining a leave of absence under this section.