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### 21-00990

# State of Minnesota

HOUSE OF REPRESENTATIVES H. F. No. 7

# NINETY-SECOND SESSION

01/07/2021	Authored by Olson, L.; Boldon; Richardson; Long; Winkler and others

The bill was read for the first time and referred to the Committee on Labor, Industry, Veterans and Military Affairs Finance and Policy

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.

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2.1	Sec. 2. [181.9445] DEFINITIONS.
2.2	Subdivision 1. Definitions. For the purposes of section 177.50 and sections 181.9445
2.3	to 181.9447, the terms defined in this section have the meanings given them.
2.4	Subd. 2. Commissioner. "Commissioner" means the commissioner of labor and industry
2.5	or authorized designee or representative.
2.6	Subd. 3. Domestic abuse. "Domestic abuse" has the meaning given in section 518B.01.
2.7	Subd. 4. Earned sick and safe 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 as an employee
2.9	earns from employment that may be used for the same purposes and under the same
2.10	conditions as provided under section 181.9447.
2.11	Subd. 5. Employee. "Employee" means any person who is employed by an employer,
2.12	including temporary and part-time employees, who performs work for at least 80 hours in
2.13	a year for that employer in Minnesota. Employee does not include:
2.14	(1) an independent contractor; or
2.15	(2) an individual employed by an air carrier as a flight deck or cabin crew member who
2.16	is subject to United States Code, title 45, sections 181 to 188, and who is provided with
2.17	paid leave equal to or exceeding the amounts in section 181.9446.
2.18	Subd. 6. Employer. "Employer" means a person who has one or more employees.
2.19	Employer includes an individual, a corporation, a partnership, an association, a business
2.20	trust, a nonprofit organization, a group of persons, a state, county, town, city, school district,
2.21	or other governmental subdivision. In the event that a temporary employee is supplied by
2.22	a staffing agency, absent a contractual agreement stating otherwise, that individual shall be
2.23	an employee of the staffing agency for all purposes of section 177.50 and sections 181.9445
2.24	<u>to 181.9448.</u>
2.25	Subd. 7. Family member. "Family member" means:
2.26	(1) an employee's:
2.27	(i) child, foster child, adult child, legal ward, or child for whom the employee is legal
2.28	guardian;
2.29	(ii) spouse or registered domestic partner;
2.30	(iii) sibling, stepsibling, or foster sibling;
2.31	(iv) parent or stepparent;

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3.1	(v) grandchild, foster grandchild,	or stepgrandchild; or		
3.2	(vi) grandparent or stepgrandpare	<u>nt;</u>		
3.3	(2) any of the family members lis	ted in clause (1) of a	spouse or registered	domestic
3.4	partner;			
3.5	(3) any individual related by blood	l or affinity whose clo	se association with th	ne employee
3.6	is the equivalent of a family relations	ship; and		
3.7	(4) up to one individual annually	designated by the em	ployee.	
3.8	Subd. 8. Health care professional	I. <u>"Health care profess</u>	ional" means any per	son licensed
3.9	under federal or state law to provide	medical or emergency	y services, including	; doctors,
3.10	physician assistants, nurses, and eme	rgency room personn	<u>el.</u>	
3.11	Subd. 9. Prevailing wage rate. "I	Prevailing wage rate"	has the meaning give	en in section
3.12	177.42 and as calculated by the Depa	artment of Labor and	Industry.	
3.13	Subd. 10. Retaliatory personnel	action. "Retaliatory	personnel action" m	eans:
3.14	(1) any form of intimidation, thre	at, reprisal, harassme	nt, discrimination, o	r adverse
3.15	employment action, including discipl	line, discharge, suspe	nsion, transfer, or re	assignment
3.16	to a lesser position in terms of job cla	assification, job secur	ity, or other conditio	on of
3.17	employment; reduction in pay or hou	rs or denial of addition	onal hours; the accur	nulation of
3.18	points under an attendance point syst	em; informing anothe	er employer that the	person has
3.19	engaged in activities protected by this	chapter; or reporting	or threatening to repo	ort the actual
3.20	or suspected citizenship or immigrati	on status of an emplo	yee, former employe	e, or family
3.21	member of an employee to a federal,	state, or local agency	; and	
3.22	(2) interference with or punishme	nt for participating in	any manner in an in	vestigation,
3.23	proceeding, or hearing under this cha	pter.		
3.24	Subd. 11. Sexual assault. "Sexua	l assault" means an a	ct that constitutes a	violation
3.25	under sections 609.342 to 609.3453 o	or 609.352.		
3.26	Subd. 12. Stalking. "Stalking" ha	s the meaning given	in section 609.749.	
3.27	Subd. 13. Year. "Year" means a re	gular and consecutive	e 12-month period, as	determined
3.28	by an employer and clearly commun	icated to each employ	vee of that employer.	<u>.</u>
3.29	Sec. 3. [181.9446] ACCRUAL OF	FEARNED SICK A	ND SAFE TIME.	
3.30	(a) An employee accrues a minim	um of one hour of ear	rned sick and safe tir	ne for every
3.31	30 hours worked up to a maximum o	f 48 hours of earned s	sick and safe time in	a year.

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4.1	Employees may not accrue more than 48 hours of earned sick and safe time in a year unless
4.2	the employer agrees to a higher amount.
4.3	(b) Employers must permit an employee to carry over accrued but unused sick and safe
4.4	time into the following year. The total amount of accrued but unused earned sick and safe
4.5	time for an employee must not exceed 80 hours at any time, unless an employer agrees to
4.6	a higher amount.
4.7	(c) Employees who are exempt from overtime requirements under United States Code,
4.8	title 29, section 213(a)(1), as amended through the effective date of this section, are deemed
4.9	to work 40 hours in each workweek for purposes of accruing earned sick and safe time,
4.10	except that an employee whose normal workweek is less than 40 hours will accrue earned
4.11	sick and safe time based on the normal workweek.
4.12	(d) Earned sick and safe time under this section begins to accrue at the commencement
4.13	of employment of the employee.
4.14	(e) Employees may use accrued earned sick and safe time beginning 90 calendar days
4.15	after the day their employment commenced. After 90 days from the day employment
4.16	commenced, employees may use earned sick and safe time as it is accrued. The
4.17	90-calendar-day period under this paragraph includes both days worked and days not worked.
4.18	Sec. 4. [181.9447] USE OF EARNED SICK AND SAFE TIME.
4.19	Subdivision 1. Eligible use. An employee may use accrued earned sick and safe time
4.20	<u>for:</u>
4.21	(1) an employee's:
4.22	(i) mental or physical illness, injury, or other health condition;
4.23	(ii) need for medical diagnosis, care, or treatment of a mental or physical illness, injury,
4.24	or health condition; or
4.25	(iii) need for preventive medical or health care;
4.26	(2) care of a family member:
4.27	(i) with a mental or physical illness, injury, or other health condition;
4.28	(ii) who needs medical diagnosis, care, or treatment of a mental or physical illness,
4.29	injury, or other health condition; or
4.30	(iii) who needs preventive medical or health care;

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5.1	(3) absence due to domestic abuse, sexual assault, or stalking of the employee or
5.2	employee's family member, provided the absence is to:
5.3	(i) seek medical attention related to physical or psychological injury or disability caused
5.4	by domestic abuse, sexual assault, or stalking;
5.5	(ii) obtain services from a victim services organization;
5.6	(iii) obtain psychological or other counseling;
5.7	(iv) seek relocation due to domestic abuse, sexual assault, or stalking; or
5.8	(v) seek legal advice or take legal action, including preparing for or participating in any
5.9	civil or criminal legal proceeding related to or resulting from domestic abuse, sexual assault,
5.10	or stalking;
5.11	(4) closure of the employee's place of business due to weather or other public emergency
5.12	or an employee's need to care for a family member whose school or place of care has been
5.13	closed due to weather or other public emergency; and
5.14	(5) when it has been determined by the health authorities having jurisdiction or by a
5.15	health care professional that the presence of the employee or family member of the employee
5.16	in the community would jeopardize the health of others because of the exposure of the
5.17	employee or family member of the employee to a communicable disease, whether or not
5.18	the employee or family member has actually contracted the communicable disease.
5.19	Subd. 2. Notice. An employer may require notice of the need for use of earned sick and
5.20	safe time as provided in this paragraph. If the need for use is foreseeable, an employer may
5.21	require advance notice of the intention to use earned sick and safe time but must not require
5.22	more than seven days' advance notice. If the need is unforeseeable, an employer may require
5.23	an employee to give notice of the need for earned sick and safe time as soon as practicable.
5.24	Subd. 3. Documentation. When an employee uses earned sick and safe time for more
5.25	than three consecutive days, an employer may require reasonable documentation that the
5.26	earned sick and safe time is covered by subdivision 1. For earned sick and safe time under
5.27	subdivision 1, clauses (1) and (2), reasonable documentation may include a signed statement
5.28	by a health care professional indicating the need for use of earned sick and safe time. For
5.29	earned sick and safe time under subdivision 1, clause (3), an employer must accept a court
5.30	record or documentation signed by a volunteer or employee of a victims services organization,
5.31	an attorney, a police officer, or an antiviolence counselor as reasonable documentation. An
5.32	employer must not require disclosure of details relating to domestic abuse, sexual assault,
5.33	or stalking or the details of an employee's or an employee's family member's medical

6.1	condition as related to an employee's request to use earned sick and safe time under this
6.2	section.
6.3	Subd. 4. Replacement worker. An employer may not require, as a condition of an
6.4	employee using earned sick and safe time, that the employee seek or find a replacement
6.5	worker to cover the hours the employee uses as earned sick and safe time.
6.6	Subd. 5. Increment of time used. Earned sick and safe time may be used in the smallest
6.7	increment of time tracked by the employer's payroll system, provided such increment is not
6.8	more than four hours.
6.9	Subd. 6. Retaliation prohibited. An employer shall not take retaliatory personnel action
6.10	against an employee because the employee has requested earned sick and safe time, used
6.11	earned sick and safe time, requested a statement of accrued sick and safe time, or made a
6.12	complaint or filed an action to enforce a right to earned sick and safe time under this section.
6.13	Subd. 7. Reinstatement to comparable position after leave. An employee returning
6.14	from a leave under this section is entitled to return to employment in a comparable position.
6.15	If, during a leave under this section, the employer experiences a layoff and the employee
6.16	would have lost a position had the employee not been on leave, pursuant to the good faith
6.17	operation of a bona fide layoff and recall system, including a system under a collective
6.18	bargaining agreement, the employee is not entitled to reinstatement in the former or
6.19	comparable position. In such circumstances, the employee retains all rights under the layoff
6.20	and recall system, including a system under a collective bargaining agreement, as if the
6.21	employee had not taken the leave.
6.22	Subd. 8. Pay and benefits after leave. An employee returning from a leave under this
6.23	section is entitled to return to employment at the same rate of pay the employee had been
6.24	receiving when the leave commenced, plus any automatic adjustments in the employee's
6.25	pay scale that occurred during leave period. The employee returning from a leave is entitled
6.26	to retain all accrued preleave benefits of employment and seniority as if there had been no
6.27	interruption in service, provided that nothing under this section prevents the accrual of
6.28	benefits or seniority during the leave pursuant to a collective bargaining or other agreement
6.29	between the employer and employees.
6.30	Subd. 9. Part-time return from leave. An employee, by agreement with the employer,
6.31	may return to work part time during the leave period without forfeiting the right to return
6.32	to employment at the end of the leave, as provided under this section.
6.33	Subd. 10. Notice and posting by employer. (a) Employers must give notice to all
6.34	employees that they are entitled to earned sick and safe time, including the amount of earned

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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. Confidentiality and no	ondisclosure. (a) If	, in conjunction with thi	s section,
8.2	an employer possesses:			
8.3	(1) health or medical information	regarding an emplo	oyee or an employee's fa	amily
8.4	member;			
8.5	(2) information pertaining to dom	estic abuse, sexual	assault, or stalking;	
8.6	(3) information that the employee	has requested or ob	ptained leave under this	section; or
8.7	(4) any written or oral statement,	documentation, rec	ord, or corroborating ev	idence
8.8	provided by the employee or an emp	loyee's family mem	ber, the employer must	treat such
8.9	information as confidential.			
8.10	Information given by an employee	may only be disclos	ed by an employer if the	disclosure
8.11	is requested or consented to by the en	nployee, when orde	ered by a court or admin	istrative
8.12	agency, or when otherwise required b	by federal or state la	<u>IW.</u>	
8.13	(b) Records and documents relating	ig to medical certific	cations, recertifications,	or medical
8.14	histories of employees or family mer	nbers of employees	created for purposes of	section
8.15	177.50 or sections 181.9445 to 181.94	48 must be maintain	ned as confidential medi	cal records
8.16	separate from the usual personnel file	es. At the request of	the employee, the employee	loyer must
8.17	destroy or return the records required	by sections 181.94	45 to 181.9448 that are	older than
8.18	three years prior to the current calend	lar year.		
8.19	(c) Employers may not discriminate	ate against any emp	loyee based on records of	created for
8.20	the purposes of section 177.50 or sec	tions 181.9445 to 1	<u>81.9448.</u>	
8.21	Sec. 5. [181.9448] EFFECT ON C	OTHER LAW OR	POLICY.	
8.22	Subdivision 1. No effect on more	e generous sick and	<mark>l safe time policies.</mark> (a)	Nothing
8.23	in sections 181.9445 to 181.9448 shall	ll be construed to dis	scourage employers from	n adopting
8.24	or retaining earned sick and safe time	e policies that meet	or exceed, and do not o	therwise
8.25	conflict with, the minimum standards	s and requirements	provided in sections 181	.9445 to
8.26	<u>181.9447.</u>			
8.27	(b) Nothing in sections 181.9445	to 181.9447 shall b	e construed to limit the	right of
8.28	parties to a collective bargaining agre	ement to bargain an	d agree with respect to e	arned sick
8.29	and safe time policies or to diminish	the obligation of an	employer to comply w	ith any
8.30	contract, collective bargaining agreer	nent, or any employ	ment benefit program o	r plan that
8.31	meets or exceeds, and does not other	wise conflict with,	the minimum standards	and
8.32	requirements provided in this section	<u></u>		

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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 by the original employer, and are entitled to use all earned sick and safe
10.2	time previously accrued but not used.
10.3	(b) If, at the time of transfer of the business, employees are terminated 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 not used.
10.8	Sec. 6. <u>REPEALER.</u>
10.9	Minnesota Statutes 2020, section 181.9413, is repealed.
10.10	Sec. 7. EFFECTIVE DATE.
10.11	This article is effective 180 days following final enactment.
10.12	ARTICLE 2
10.13	EARNED SICK AND SAFE TIME ENFORCEMENT
10.14	Section 1. Minnesota Statutes 2020, section 177.27, subdivision 2, is amended to read:
10.15	Subd. 2. Submission of records; penalty. The commissioner may require the employer
10.16	of employees working in the state to submit to the commissioner photocopies, certified
10.17	copies, or, if necessary, the originals of employment records which the commissioner deems
10.18	necessary or appropriate. The records which may be required include full and correct
10.19	statements in writing, including sworn statements by the employer, containing information
10.20	relating to wages, hours, names, addresses, and any other information pertaining to the
10.21	employer's employees and the conditions of their employment as the commissioner deems
10.22	necessary or appropriate.
10.23	The commissioner may require the records to be submitted by certified mail delivery
10.24	or, if necessary, by personal delivery by the employer or a representative of the employer,
10.25	as authorized by the employer in writing.
10.26	The commissioner may fine the employer up to $\frac{10,000}{10,000}$ for each failure to submit
10.27	or deliver records as required by this section, and up to \$5,000 for each repeated failure.
10.28	This penalty is in addition to any penalties provided under section 177.32, subdivision 1.
10.29	In determining the amount of a civil penalty under this subdivision, the appropriateness of
10.30	such penalty to the size of the employer's business and the gravity of the violation shall be
10.31	considered.

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#### Sec. 2. Minnesota Statutes 2020, section 177.27, subdivision 4, is amended to read: 11.1 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 11.24 cease and desist from engaging in the violative practice and to take such affirmative steps 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

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

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,

12.6 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.

<sup>12.27 &</sup>lt;u>Subd. 5. Report to legislature.</u> (a) The commissioner must submit an annual report to
12.28 the legislature, including to the chairs and ranking minority members of any relevant

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	<b>EFFECTIVE DATE.</b> 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 harassment 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) "harass" and "stalking" have the meanings 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.