1 AN ACT concerning employment.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The Day and Temporary Labor Services Act is 5 amended by changing Sections 30, 70, and 95 as follows:

6 (820 ILCS 175/30)

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Sec. 30. Wage Payment and Notice.

8 (a) At the time of payment of wages, a day and temporary 9 labor service agency shall provide each day or temporary 10 laborer with a detailed itemized statement, on the day or 11 temporary laborer's paycheck stub or on a form approved by the 12 Department, listing the following:

(1) the name, address, and telephone number of each third party client at which the day or temporary laborer worked. If this information is provided on the day or temporary laborer's paycheck stub, a code for each third party client may be used so long as the required information for each coded third party client is made available to the day or temporary laborer;

(2) the number of hours worked by the day or temporary
laborer at each third party client each day during the pay
period. If the day or temporary laborer is assigned to work
at the same work site of the same third party client for

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multiple days in the same work week, the day and temporary 1 2 labor service agency may record a summary of hours worked 3 at that third party client's worksite so long as the first and last day of that work week are identified as well. The 4 term "hours worked" has the meaning ascribed to that term 5 in 56 Ill. Adm. Code 210.110 and in accordance with all 6 7 applicable rules or court interpretations under 56 Ill. 8 Adm. Code 210.110;

9 (3) the rate of payment for each hour worked, including
10 any premium rate or bonus;

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(4) the total pay period earnings;

(5) all deductions made from the day or temporary laborer's compensation made either by the third party client or by the day and temporary labor service agency, and the purpose for which deductions were made, including for the day or temporary laborer's transportation, food, equipment, withheld income tax, withheld social security payments, and every other deduction; and

19 (6) any additional information required by rules20 issued by the Department.

(a-1) For each day or temporary laborer who is contracted to work a single day, the third party client shall, at the end of the work day, provide such day or temporary laborer with a Work Verification Form, approved by the Department, which shall contain the date, the day or temporary laborer's name, the work location, and the hours worked on that day. Any third party HB5247 Engrossed - 3 - LRB096 15053 RLC 30633 b

client who violates this subsection (a-1) may be subject to a civil penalty not to exceed \$500 for each violation found by the Department. Such civil penalty may increase to \$2,500 for a second or subsequent violation. For purposes of this subsection (a-1), each violation of this subsection (a-1) for each day or temporary laborer and for each day the violation continues shall constitute a separate and distinct violation.

8 (b) A day and temporary labor service agency shall provide 9 each worker an annual earnings summary within a reasonable time 10 after the preceding calendar year, but in no case later than 11 February 1. A day and temporary labor service agency shall, at 12 the time of each wage payment, give notice to day or temporary 13 laborers of the availability of the annual earnings summary or post such a notice in a conspicuous place in the public 14 15 reception area.

16 (c) At the request of a day or temporary laborer, a day and 17 temporary labor service agency shall hold the daily wages of the day or temporary laborer and make either weekly, bi-weekly, 18 or semi-monthly payments. The wages shall be paid in a single 19 20 check, or, at the day or temporary laborer's sole option, by direct deposit or other manner approved by the Department, 21 22 representing the wages earned during the period, either weekly, 23 bi-weekly, or semi-monthly, designated by the day or temporary laborer in accordance with the Illinois Wage Payment and 24 25 Collection Act. Vouchers or any other method of payment which 26 is not generally negotiable shall be prohibited as a method of HB5247 Engrossed - 4 - LRB096 15053 RLC 30633 b

payment of wages. Day and temporary labor service agencies that make daily wage payments shall provide written notification to all day or temporary laborers of the right to request weekly, bi-weekly, or semi-monthly checks. The day and temporary labor service agency may provide this notice by conspicuously posting the notice at the location where the wages are received by the day or temporary laborers.

8 (d) No day and temporary labor service agency shall charge 9 any day or temporary laborer for cashing a check issued by the 10 agency for wages earned by a day or temporary laborer who 11 performed work through that agency.

12 (e) Day or temporary laborers shall be paid no less than 13 the wage rate stated in the notice as provided in Section 10 of 14 this Act for all the work performed on behalf of the third 15 party client in addition to the work listed in the written 16 description.

17 (f) The total amount deducted for meals, equipment, and transportation may not cause a day or temporary laborer's 18 hourly wage to fall below the State or federal minimum wage. 19 20 However, a day and temporary labor service agency may deduct the actual market value of reusable equipment provided to the 21 22 day or temporary laborer by the day and temporary labor service 23 agency which the day or temporary laborer fails to return, if the day or temporary laborer provides a written authorization 24 25 for such deduction at the time the deduction is made.

(g) A day or temporary laborer who is contracted by a day

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and temporary labor service agency to work at a third party 1 2 client's worksite but is not utilized by the third party client shall be paid by the day and temporary labor service agency for 3 4 a minimum of 4 hours of pay at the agreed upon rate of pay. 5 However, in the event the day and temporary labor service 6 agency contracts the day or temporary laborer to work at another location during the same shift, the day or temporary 7 8 laborer shall be paid by the day and temporary labor service 9 agency for a minimum of 2 hours of pay at the agreed upon rate 10 of pay.

11 (h) A third party client is required to pay wages and 12 related payroll taxes to a licensed day and temporary labor 13 service agency for services performed by the day or temporary 14 laborer for the third party client according to payment terms outlined on invoices, service agreements, or stated terms 15 16 provided by the day and temporary labor service agency. A third 17 party client who fails to comply with this subsection (h) is subject to the penalties provided in Section 70 of this Act. 18 The Department shall review a complaint filed by a licensed day 19 20 and temporary labor agency. The Department shall review the payroll and accounting records of the day and temporary labor 21 22 service agency and the third party client for the period in 23 which the violation of this Act is alleged to have occurred to 24 determine if wages and payroll taxes have been paid to the agency and that the day or temporary laborer has been paid the 25 26 wages owed him or her.

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(820 ILCS 175/70)

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Sec. 70. Penalties.

4 (a) A day and temporary labor service agency or third party 5 client that violates any of the provisions of this Act or any 6 rule adopted under this Act shall be subject to a civil penalty not to exceed \$6,000 for violations found in the first audit by 7 8 the Department. Following a first audit, a day and temporary 9 labor service agency or third party client shall be subject to 10 a civil penalty not to exceed \$2,500 for each repeat violation 11 found by the Department within 3 years. For purposes of this 12 subsection, each violation of this Act for each day or temporary laborer and for each day the violation continues 13 14 shall constitute a separate and distinct violation. Τn 15 determining the amount of a penalty, the Director shall 16 consider the appropriateness of the penalty to the day and temporary labor service agency or third party client charged, 17 upon the determination of the gravity of the violations. For 18 19 any violation determined by the Department to be willful which 20 is within 3 years of an earlier violation, the Department may 21 revoke the registration of the violator, if the violator is a 22 day and temporary labor service agency. The amount of the penalty, when finally determined, may be: 23

24 (1) Recovered in a civil action brought by the Director25 of Labor in any circuit court. In this litigation, the

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Director of Labor shall be represented by the Attorney
 General.

3 (2) Ordered by the court, in an action brought by any
4 party for a violation under this Act, to be paid to the
5 Director of Labor.

6 (b) The Department shall adopt rules for violation hearings 7 and penalties for violations of this Act or the Department's 8 rules in conjunction with the penalties set forth in this Act.

9 Any administrative determination by the Department as to 10 the amount of each penalty shall be final unless reviewed as 11 provided in Section 60 of this Act.

12 (Source: P.A. 94-511, eff. 1-1-06.)

13 (820 ILCS 175/95)

14 Sec. 95. Private Right of Action.

15 (a) A person aggrieved by a violation of this Act or any 16 rule adopted under this Act by a day and temporary labor service agency or a third party client may file suit in circuit 17 court of Illinois, in the county where the alleged offense 18 19 occurred or where any day or temporary laborer who is party to 20 the action resides, without regard to exhaustion of any 21 alternative administrative remedies provided in this Act. A day 22 and temporary labor service agency aggrieved by a violation of 23 this Act or any rule adopted under this Act by a third party 24 client may file suit in circuit court of Illinois, in the county where the alleged offense occurred or where the day and 25

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temporary labor service agency which is party to the action is 1 2 located. Actions may be brought by one or more day or temporary laborers for and on behalf of themselves and other day or 3 temporary laborers similarly situated. A day or temporary 4 5 laborer whose rights have been violated under this Act by a day and temporary labor service agency or a third party client or a 6 7 day and temporary labor service agency whose rights have been violated under this Act by a third party client is entitled to 8 9 collect:

10 (1) in the case of a wage and hour violation, the 11 amount of any wages, salary, employment benefits, or other 12 compensation denied or lost to the day or temporary laborer 13 <u>or day and temporary labor service agency</u> by reason of the 14 violation, plus an equal amount in liquidated damages;

15 (2) in the case of a health and safety or notice
16 violation, compensatory damages and an amount up to \$500
17 for the violation of each subpart of each Section;

18 (3) in the case of unlawful retaliation, all legal or19 equitable relief as may be appropriate; and

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(4) attorney's fees and costs.

(b) The right of an aggrieved person to bring an action under this Section terminates upon the passing of 3 years from the final date of employment by the day and temporary labor agency or the third party client <u>or upon the passing of 3 years</u> <u>from the date of termination of the contract between the day</u> <u>and temporary labor service agency and the third party client</u>. HB5247 Engrossed - 9 - LRB096 15053 RLC 30633 b

1 This limitations period is tolled if a day labor employer has 2 deterred a <u>day and temporary labor service agency or</u> day or 3 temporary laborer's exercise of rights under this Act by 4 contacting or threatening to contact law enforcement agencies. 5 (Source: P.A. 94-511, eff. 1-1-06.)

6 Section 99. Effective date. This Act takes effect upon7 becoming law.