SUBSTITUTE FOR

HOUSE BILL NO. 5235

A bill to amend 1978 PA 390, entitled

"An act to regulate the time and manner of payment of wages and fringe benefits to employees; to prescribe rights and responsibilities of employers and employees, and the powers and duties of the department of labor; to require keeping of records; to provide for settlement of disputes regarding wages and fringe benefits; to prohibit certain practices by employers; to prescribe penalties and remedies; and to repeal certain acts and parts of acts,"

by amending section 2 (MCL 408.472).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 2. (1) $\frac{An}{A}$ SUBJECT TO SUBSECTIONS (2), (3), AND (4), AN
- 2 employer , except an employer of an individual who harvests crops
- 3 by hand as provided in subsection (2), shall pay the following to
- 4 each AN employee:
- 5 (a) On or before the first day of each calendar month, the
- 6 wages earned BY THE EMPLOYEE during the first 15 days of the

- 1 preceding calendar month.
- 2 (b) On or before the fifteenth day of each calendar month, the

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- 3 wages earned BY THE EMPLOYEE during the preceding calendar month
- 4 from the sixteenth day through the last day.
- 5 (2) An employer shall pay to each AN individual engaged in any
- 6 phase of the hand harvesting of crops all wages earned in a week BY
- 7 THE INDIVIDUAL on or before the second day following the work week
- 8 unless another method of payment is agreed upon by written
- 9 contract.
- 10 (3) An employer who has established a regularly scheduled
- 11 weekly or biweekly payday shall be deemed to be IS in compliance
- 12 with subsection (1) provided that: IF BOTH OF THE FOLLOWING
- 13 CONDITIONS ARE MET:
- 14 (a) Wages are paid to the employee on the established
- 15 regularly recurring payday. ; and
- 16 (b) Such THE payday occurs on or before the fourteenth day
- 17 following the end of the work period in which the wages are earned.
- 18 (4) An employer who establishes HAS ESTABLISHED a REGULARLY
- 19 SCHEDULED monthly payday shall be deemed to be PAY PERIOD IS in
- 20 compliance with subsection (1) provided that IF the employer pays
- 21 to the employee, on or before the first day of each calendar month
- 22 WITHIN 16 DAYS AFTER THE END OF A MONTHLY PAY PERIOD, all wages
- 23 earned during the preceding calendar month. THE MONTHLY PAY PERIOD.
- 24 (5) In the case of FOR employees' overtime earnings earned
- 25 during the month of December which THAT would, in compliance with
- 26 this section, be paid to the employee EMPLOYEES after the sixteenth
- 27 of December, an employer will be deemed to be IS in compliance with

- this section provided the employer meets all IF BOTH of the 1
- 2 following CONDITIONS ARE MET:
- (a) Employees receive all their wages, except overtime, for 3
- 4 the month of December on or before the employees' regularly
- 5 scheduled payday. +
- (b) And all ALL overtime wages earned during the month of 6
- December are paid on or before the next regularly scheduled payday 7
- following the payday in which the overtime would otherwise be paid. 8
- (6) An employer may pay wages more often than required by this 9
- 10 section.
- 11 Enacting section 1. This amendatory act takes effect 90 days
- 12 after the date it is enacted into law.