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SENATE BILL No. 718

December 12, 2017, Introduced by Senators ANANICH, HOPGOOD, BIEDA and WARREN and referred to the Committee on Government Operations.

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 18 (MCL 408.488).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 18. (1) The department shall order an employer who violates section 2, 3, 4, 5, 6, 7, or 8 to pay the following:
 - (a) Wages due to the employee.
 - (b) Fringe benefits due to or on the behalf of the employee in accordance with the terms set forth in PURSUANT TO the written

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- 1 contract or written policy.
- 2 (c) A penalty at the rate of 10% 100% annually on the wages
- 3 and fringe benefits due TO THE EMPLOYEE, beginning at the time the
- 4 employer is notified that a complaint has been filed and ending
- 5 when payment is made.
- 6 (2) The department may order an employer who violates section
- 7 2, 3, 4, 5, 6, 7, or 8 to pay to the employee exemplary damages of
- 8 not more than twice 3 TIMES the amount of the wages and fringe
- 9 benefits which THAT were due TO THE EMPLOYEE, if the violation is
- 10 flagrant or repeated.
- 11 (3) The department may order an employer who violates section
- 12 2, 3, 4, 5, 6, 7, or 8 to pay attorney costs, hearing costs, and
- 13 transcript costs.
- 14 (4) The department may assess a civil penalty FINE of not more
- 15 than \$1,000.00 \$10,000.00 against an employer who violates this
- 16 act. , which THE civil penalty shall FINE MUST be credited to the
- 17 general fund of this state.
- 18 Enacting section 1. This amendatory act takes effect 90 days
- 19 after the date it is enacted into law.

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