HOUSE SUBSTITUTE FOR

SENATE BILL NO. 1175

A bill to amend 2018 PA 338, entitled "Earned sick time act," by amending the title and sections 1, 2, 3, 4, 5, 7, 8, 10, 11, and 14 (MCL 408.961, 408.962, 408.963, 408.964, 408.965, 408.967, 408.968, 408.970, 408.971, and 408.974); and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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2 An initiation of legislation ACT to REQUIRE CERTAIN EMPLOYERS 3 TO provide workers CERTAIN EMPLOYEES with the right to earn sick 4 time PAID MEDICAL LEAVE for personal or family health needs, as 5 well as purposes related to domestic violence and sexual assault; 6 and school meetings needed as the result of a child's disability,

1 health issues or issues due to domestic violence and sexual

2 assault; to specify the conditions for accruing and using earned

3 sick time; to prohibit retaliation against an employee for

4 requesting, exercising, or enforcing rights granted in this act;

5 PAID MEDICAL LEAVE; to prescribe powers and duties of certain state
6 departments, agencies, and officers; to provide for promulgation of
7 rules; and to provide remedies and sanctions.

8 Sec. 1. This act shall be known and may be cited as the
9 "earned sick time act"."PAID MEDICAL LEAVE ACT".

10 Sec. 2. As used in this act:

11 (A) "BENEFIT YEAR" MEANS ANY CONSECUTIVE 12-MONTH PERIOD USED
12 BY AN EMPLOYER TO CALCULATE AN ELIGIBLE EMPLOYEE'S BENEFITS.

(B) (a) "Department" means the department of licensing and
 regulatory affairs.

15 (C) (b)—"Director" means the director of the department of licensing and regulatory affairs or his or her_THE DIRECTOR'S designee.

18 (c) "Domestic partner" means an adult in a committed

19 relationship with another adult, including both same-sex and

20 different-sex relationships. "Committed relationship" means one in

21 which the employee and another individual share responsibility for

22 a significant measure of each other's common welfare, such as any

23 relationship between individuals of the same or different sex that

24 is granted legal recognition by a state, political subdivision, or

25 the District of Columbia as a marriage or analogous relationship,

26 including, but not limited to, a civil union.

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(d) "Domestic violence" has the same meaning MEANS THAT TERM

1 as provided DEFINED in section 1 of 1978 PA 389, MCL 400.1501.
2 (e) "Earned sick time" means time off from work that is
3 provided by an employer to an employee, whether paid or unpaid,
4 that can be used for the purposes described in subsection (1) of
5 section 4 of this act.

6 (E) (f) "Employee" "ELIGIBLE EMPLOYEE" means an individual
7 engaged in service to an employer in the business of the employer 7
8 except that employee does not include an individual employed by the
9 United States government. AND FROM WHOM AN EMPLOYER IS REQUIRED TO
10 WITHHOLD FOR FEDERAL INCOME TAX PURPOSES. ELIGIBLE EMPLOYEE DOES
11 NOT INCLUDE ANY OF THE FOLLOWING:

12 (i) AN INDIVIDUAL WHO IS EXEMPT FROM OVERTIME REQUIREMENTS
13 UNDER SECTION 13(A)(1) OF THE FAIR LABOR STANDARDS ACT, 29 USC
14 213(A)(1).

(*ii*) AN INDIVIDUAL WHO IS NOT EMPLOYED BY A PUBLIC AGENCY, AS
THAT TERM IS DEFINED IN SECTION 3 OF THE FAIR LABOR STANDARDS ACT,
29 USC 203, AND WHO IS COVERED BY A COLLECTIVE BARGAINING AGREEMENT
THAT IS IN EFFECT.

19 (*iii*) AN INDIVIDUAL EMPLOYED BY THE UNITED STATES GOVERNMENT,
20 ANOTHER STATE, OR A POLITICAL SUBDIVISION OF ANOTHER STATE.

21 (*iv*) AN INDIVIDUAL EMPLOYED BY AN AIR CARRIER AS A FLIGHT DECK
22 OR CABIN CREW MEMBER THAT IS SUBJECT TO TITLE II OF THE RAILWAY
23 LABOR ACT, 45 USC 151 TO 188.

24 (v) AN EMPLOYEE AS DESCRIBED IN SECTION 201 OF THE RAILWAY
25 LABOR ACT, 45 USC 181.

26 (vi) AN EMPLOYEE AS DEFINED IN SECTION 1 OF THE RAILROAD
27 UNEMPLOYMENT INSURANCE ACT, 45 USC 351.

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(vii) AN INDIVIDUAL WHOSE PRIMARY WORK LOCATION IS NOT IN THIS 1 2 STATE.

3 (viii) AN INDIVIDUAL WHOSE MINIMUM HOURLY WAGE RATE IS 4 DETERMINED UNDER SECTION 4B OF THE IMPROVED WORKFORCE OPPORTUNITY WAGE ACT, 2018 PA 337, MCL 408.934B. 5

(ix) AN INDIVIDUAL DESCRIBED IN SECTION 29(1)(l) OF THE 6 MICHIGAN EMPLOYMENT SECURITY ACT, 1936 (EX SESS) PA 1, MCL 421.29. 7

(x) AN INDIVIDUAL EMPLOYED BY AN EMPLOYER FOR 25 WEEKS OR 8 FEWER IN A CALENDAR YEAR FOR A JOB SCHEDULED FOR 25 WEEKS OR FEWER. 9

(xi) A VARIABLE HOUR EMPLOYEE AS DEFINED IN 26 CFR 54.4980H-1.

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(xii) AN INDIVIDUAL WHO WORKED, ON AVERAGE, FEWER THAN 25 12 HOURS PER WEEK DURING THE IMMEDIATELY PRECEDING CALENDAR YEAR.

13 (F) (g) "Employer" means any person, firm, business, 14 educational institution, nonprofit agency, corporation, limited 15 liability company, government entity, or other entity that employs 16 1-50 or more individuals. , except that employer EMPLOYER does not include the United States government, ANOTHER STATE, OR A POLITICAL 17 SUBDIVISION OF ANOTHER STATE. 18

19 (G) (h) "Family member" includes all of the following: 20 (i) A biological, adopted or foster child, stepchild or legal 21 ward, a child of a domestic partner, or a child to whom the

22 **ELIGIBLE** employee stands in loco parentis.

23 (ii) A biological parent, foster parent, stepparent, or 24 adoptive parent or a legal guardian of an **ELIGIBLE** employee or an 25 ELIGIBLE employee's spouse or domestic partner or a person AN 26 INDIVIDUAL who stood in loco parentis when the ELIGIBLE employee 27 was a minor child.

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1 (iii) A person AN INDIVIDUAL to whom the ELIGIBLE employee is 2 legally married under the laws of any state. or a domestic partner. 3 (*iv*) A grandparent. 4 (v) A grandchild. (vi) A biological, foster, or adopted sibling. 5 (vii) Any other individual related by blood or affinity whose 6 close association with the employee is the equivalent of a family 7 relationship. 8 (H) (i) "Health care professional" PROVIDER" means any of the 9 following: THAT TERM AS DEFINED IN SECTION 101 OF THE FAMILY AND 10 11 MEDICAL LEAVE ACT, 29 USC 2611. 12 (i) Any person licensed under federal law or the law of this 13 state to provide health care services, including, but not limited 14 to, nurses, doctors, and emergency room personnel. -----(*ii*) A certified midwife. 15 (j) "Retaliatory personnel action" means any of the following: 16 17 (i) Denial of any right guaranteed under this act. (ii) A threat, discharge, suspension, demotion, reduction of 18 19 hours, or other adverse action against an employee or former 20 employee for exercise of a right quaranteed under this act. 21 (iii) Sanctions against an employee who is a recipient of public benefits for exercise of a right guaranteed under this act. 22 23 (iv) Interference with, or punishment for, an individual's 24 participation in any manner in an investigation, proceeding, or 25 hearing under this act. (I) "PAID MEDICAL LEAVE" MEANS TIME OFF FROM WORK THAT IS 26 27 PROVIDED BY AN EMPLOYER TO AN ELIGIBLE EMPLOYEE THAT CAN BE USED

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1 FOR THE PURPOSES DESCRIBED IN SECTION 4(1).

2	(J) (k) "Sexual assault" means any act that constitutes a
3	violation of VIOLATES section 520b, 520c, 520d, 520e, 520f, or 520g
4	of the Michigan penal code, 1931 PA 328, MCL 750.520b, 750.520c,
5	750.520d, 750.520e, 750.520f, and 750.520g.
6	(<i>l</i>) "Small business" means an employer for which fewer than 10
7	individuals work for compensation during a given week. In
8	determining the number of individuals performing work for
9	compensation during a given week, all individuals performing work
10	for compensation on a full-time, part-time, or temporary basis
11	shall be counted, including individuals made available to work
12	through the services of a temporary services or staffing agency or
13	similar entity. An employer is not a small business if it
14	maintained 10 or more employees on its payroll during any 20 or
15	more calendar workweeks in either the current or the preceding
15 16	more calendar workweeks in either the current or the preceding calendar year.
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16	calendar year.
16 17	calendar year. Sec. 3. (1) Each AN employer shall provide earned sick time
16 17 18	<pre>calendar year. Sec. 3. (1) Each AN employer shall provide earned sick time PAID MEDICAL LEAVE to each of the employer's ELIGIBLE employees in</pre>
16 17 18 19	<pre>calendar year. Sec. 3. (1) Each AN employer shall provide earned sick time PAID MEDICAL LEAVE to each of the employer's ELIGIBLE employees in this state.</pre>
16 17 18 19 20	<pre>calendar year. Sec. 3. (1) Each AN employer shall provide earned sick time PAID MEDICAL LEAVE to each of the employer's ELIGIBLE employees in this state.</pre>
16 17 18 19 20 21	<pre>calendar year. Sec. 3. (1) Each AN employer shall provide earned sick time PAID MEDICAL LEAVE to each of the employer's ELIGIBLE employees in this state. (a) Employees of a small business shall accrue a minimum of one hour of carned sick time for every 30 hours worked but shall</pre>
16 17 18 19 20 21 22	<pre>calendar year. Sec. 3. (1) Each AN employer shall provide earned sick time PAID MEDICAL LEAVE to each of the employer's ELIGIBLE employees in this state. (a) Employees of a small business shall accrue a minimum of one hour of earned sick time for every 30 hours worked but shall not be entitled to use more than 40 hours of paid earned sick time</pre>
16 17 18 19 20 21 22 23	<pre>calendar year. Sec. 3. (1) Each AN employer shall provide earned sick time PAID MEDICAL LEAVE to each of the employer's ELIGIBLE employees in this state.</pre>
16 17 18 19 20 21 22 23 24	calendar year. Sec. 3. (1) Each AN employer shall provide earned sick time PAID MEDICAL LEAVE to each of the employer's ELIGIBLE employees in this state. (a) Employees of a small business shall accrue a minimum of one hour of earned sick time for every 30 hours worked but shall not be entitled to use more than 40 hours of paid earned sick time in a year unless the employer selects a higher limit. If an employee of a small business accrues more than 40 hours of earned

business must be entitled to use paid earned sick time before using
 unpaid earned sick time.

(2) (b) All other employees shall EXCEPT AS OTHERWISE PROVIDED 3 IN SUBSECTION (3), AN ELIGIBLE EMPLOYEE MUST accrue a minimum PAID 4 MEDICAL LEAVE AT A RATE of AT LEAST one hour of paid earned sick 5 6 time MEDICAL LEAVE for every 30-35 hours worked. but shall AN EMPLOYER IS not be entitled to use REQUIRED TO ALLOW AN ELIGIBLE 7 EMPLOYEE TO ACCRUE more than 72-1 HOUR OF PAID MEDICAL LEAVE IN A 8 CALENDAR WEEK. AN EMPLOYER MAY LIMIT AN ELIGIBLE EMPLOYEE'S ACCRUAL 9 OF PAID MEDICAL LEAVE TO NOT LESS THAN 40 hours of paid earned sick 10 11 time per BENEFIT year. , unless the employer selects a higher 12 limit.AN EMPLOYER IS NOT REQUIRED TO ALLOW AN ELIGIBLE EMPLOYEE TO CARRY OVER MORE THAN 40 HOURS OF UNUSED ACCRUED PAID MEDICAL LEAVE 13 FROM ONE BENEFIT YEAR TO ANOTHER BENEFIT YEAR. AN EMPLOYER IS NOT 14 REQUIRED TO ALLOW AN ELIGIBLE EMPLOYEE TO USE MORE THAN 40 HOURS OF 15 PAID FAMILY MEDICAL LEAVE IN A SINGLE BENEFIT YEAR. 16

17 (3) AS AN ALTERNATIVE TO SUBSECTION (2), AN EMPLOYER MAY PROVIDE AT LEAST 40 HOURS OF PAID MEDICAL LEAVE TO AN ELIGIBLE 18 19 EMPLOYEE AT THE BEGINNING OF A BENEFIT YEAR. FOR ELIGIBLE EMPLOYEES 20 HIRED DURING A BENEFIT YEAR, AN EMPLOYER MAY PRORATE PAID MEDICAL 21 LEAVE PROVIDED UNDER THIS SUBSECTION. IF AN EMPLOYER ELECTS TO PROVIDE PAID MEDICAL LEAVE TO AN ELIGIBLE EMPLOYEE PURSUANT TO THIS 22 23 SUBSECTION, THE EMPLOYER IS NOT REQUIRED TO ALLOW THE ELIGIBLE 24 EMPLOYEE TO CARRY OVER ANY OF THAT PAID MEDICAL LEAVE TO ANOTHER 25 BENEFIT YEAR.

(c) Earned sick time shall carry over from year to year, but a
 small business is not required to permit an employee to use more

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1 than 40 hours of paid earned sick time and 32 hours of unpaid
2 earned sick time in a single year, and other employers are not
3 required to permit an employee to use more than 72 hours of paid
4 earned sick time in a single year.

(4) (2) Earned sick time PAID MEDICAL LEAVE as provided in 5 this section shall begin to accrue on the effective date of this 6 law, or upon commencement of the employee's employment, whichever 7 is later. An employee may use accrued earned sick time PAID MEDICAL 8 LEAVE as it is accrued, except that an employer may require an 9 employee hired after April 1, 2019, to wait until the ninetieth 10 11 calendar day after commencing employment before using accrued 12 earned sick time. PAID MEDICAL LEAVE.

13 (3) For purposes of subsection (1), "year" shall mean a

14 regular and consecutive twelve-month period, as determined by an 15 employer.

16 (4) For purposes of earned sick time accrual under this act, an employee who is exempt from overtime requirements under section 18 13(a)(1) of the Fair Labor Standards Act, 29 USC 213(a)(1), is assumed to work 40 hours in each workweek unless the employee's 19 normal work week is less than 40 hours, in which case earned sick 20 normal work week is less than 40 hours, in which case earned sick 21 time accrues based upon that normal workweek.

(5) An THERE IS A REBUTTABLE PRESUMPTION THAT AN employer
other than an small business is in compliance with this section ACT
if the employer provides any paid leave in at least the same
amounts as that provided under this act that may be used for the
same purposes and under the same conditions provided in this act
and that is accrued at a rate equal to or greater than the rate

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1 described in subsections (1) and (2). An employer that is a small business is in compliance with this section if the employer 2 3 provides paid leave in at least the same amounts as that provided 4 under this act that may be used for the same purposes and under the same conditions provided in this act and that is accrued at a rate 5 equal to or greater than the rate described in subsections (1) and 6 (2) provided further that that employees of the small business are 7 entitled to use paid earned sick time before using unpaid earned 8 sick time. For purposes of this subsection, "paid leave" includes 9 but is not limited to paid vacation days, personal days, and paid 10 11 time off.40 HOURS OF PAID LEAVE TO AN ELIGIBLE EMPLOYEE EACH 12 BENEFIT YEAR. (6) An employer shall pay each **ELIGIBLE** employee using paid 13 earned sick time MEDICAL LEAVE at a pay rate equal to the greater 14 of either the normal hourly wage OR BASE WAGE for that ELIGIBLE 15 employee or the minimum wage RATE established under IN SECTION 4 OF 16 17 the IMPROVED workforce opportunity wage act, 2014 PA 138, MCL 18 408.411 to 408.424, but not less than the minimum wage rate 19 established in section 4 of the workforce opportunity wage act, 20 2014, PA 138, MCL 408.414. For any employee whose hourly wage varies depending on the work performed, the "normal hourly wage" 21 means the average hourly wage of the employee in the pay period 22 23 immediately prior to the pay period in which the employee used paid 24 earned sick time. 25 (7) An employer shall not require an employee to search for or 26 secure a replacement worker as a condition for using earned sick

27 time. 2018 PA 337, MCL 408.934. AN EMPLOYER IS NOT REQUIRED TO

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1 INCLUDE OVERTIME PAY, HOLIDAY PAY, BONUSES, COMMISSIONS,

2 SUPPLEMENTAL PAY, PIECE-RATE PAY, OR GRATUITIES IN THE CALCULATION
3 OF AN ELIGIBLE EMPLOYEE'S NORMAL HOURLY WAGE OR BASE WAGE.

4 (7) AS USED IN THIS SECTION:

5 (A) "HOURS WORKED" DOES NOT INCLUDE, UNLESS OTHERWISE INCLUDED
6 BY AN EMPLOYER, HOURS TAKEN OFF FROM WORK BY AN ELIGIBLE EMPLOYEE
7 FOR PAID LEAVE.

8 (B) "PAID LEAVE" INCLUDES, BUT IS NOT LIMITED TO, PAID
9 VACATION DAYS, PAID PERSONAL DAYS, AND PAID TIME OFF.

Sec. 4. (1) An employer shall permit ALLOW an ELIGIBLE
employee to use the earned sick time PAID MEDICAL LEAVE accrued
under section 3 for any of the following:

(a) The ELIGIBLE employee's mental or physical illness,
injury, or health condition; medical diagnosis, care, or treatment
of the ELIGIBLE employee's mental or physical illness, injury, or
health condition; or preventative medical care for the ELIGIBLE
employee.

(b) For the THE ELIGIBLE employee's family member's mental or
physical illness, injury, or health condition; medical diagnosis,
care, or treatment of the ELIGIBLE employee's family member's
mental or physical illness, injury, or health condition; or
preventative medical care for a family member of the ELIGIBLE
employee.

(c) If the ELIGIBLE employee of OR the ELIGIBLE employee's
family member is a victim of domestic violence or sexual assault,
for THE medical care or psychological or other counseling for
physical or psychological injury or disability; to obtain services

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1 from a victim services organization; to relocate due to domestic 2 violence or sexual assault; to obtain legal services; or to 3 participate in any civil or criminal proceedings related to or 4 resulting from the domestic violence or sexual assault. 5 (d) For meetings at a child's school or place of care related 6 to the child's health or disability, or the effects of domestic 7 violence or sexual assault on the child; or

(D) (e) For closure of the ELIGIBLE employee's place of 8 business PRIMARY WORKPLACE by order of a public official due to a 9 10 public health emergency; for an **ELIGIBLE** employee's need to care 11 for a child whose school or place of care has been closed by order 12 of a public official due to a public health emergency; or when IF it has been determined by the health authorities having 13 14 jurisdiction or by a health care provider that the **ELIGIBLE** 15 employee's or ELIGIBLE employee's family member's presence in the 16 community would jeopardize the health of others because of the 17 **ELIGIBLE** employee's or family member's exposure to a communicable 18 disease, whether or not the **ELIGIBLE** employee or family member has 19 actually contracted the communicable disease.

20 (2) If the employee's need to use earned sick time is 21 foreseeable, an employer may require advance notice, not to exceed 22 7 days prior to the date the earned sick time is to begin, of the 23 intention to use the earned sick time. If the employee's need for 24 the carned sick time is not foreseeable, an employer may require 25 the employee to give notice of the intention as soon as practicable.AN ELIGIBLE EMPLOYEE SHALL, WHEN REQUESTING TO USE PAID 26 27 MEDICAL LEAVE, COMPLY WITH HIS OR HER EMPLOYER'S USUAL AND

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CUSTOMARY NOTICE, PROCEDURAL, AND DOCUMENTATION REQUIREMENTS FOR
 REQUESTING LEAVE. AN EMPLOYER SHALL GIVE AN ELIGIBLE EMPLOYEE AT
 LEAST 3 DAYS TO PROVIDE THE EMPLOYER WITH DOCUMENTATION. THIS ACT
 DOES NOT PROHIBIT AN EMPLOYER FROM DISCIPLINING OR DISCHARGING AN
 ELIGIBLE EMPLOYEE FOR FAILING TO COMPLY WITH THE EMPLOYER'S USUAL
 AND CUSTOMARY NOTICE, PROCEDURAL, AND DOCUMENTATION REQUIREMENTS
 FOR REQUESTING LEAVE.

8 (3) Earned sick time may PAID MEDICAL LEAVE MUST be used in
9 the smaller of hourly-1-HOUR increments or the smallest increment
10 that the employer's payroll system uses to account for absences or
11 use of other time.UNLESS THE EMPLOYER HAS A DIFFERENT INCREMENT
12 POLICY AND THE POLICY IS IN WRITING IN AN EMPLOYEE HANDBOOK OR
13 OTHER EMPLOYEE BENEFITS DOCUMENT.

14 (4) For earned sick time of more than 3 consecutive days, an 15 employer may require reasonable documentation that the earned sick 16 time has been used for a purpose described in subsection (1). Upon 17 the employer's request, the employee must provide the documentation 18 to the employer in a timely manner. The employer shall not delay 19 the commencement of earned sick time on the basis that the employer 20 has not yet received documentation. Documentation signed by a 21 health care professional indicating that earned sick time is 22 necessary is reasonable documentation for purposes of this 23 subsection. In cases AN EMPLOYER MAY REQUIRE AN ELIGIBLE EMPLOYEE 24 WHO IS USING PAID MEDICAL LEAVE BECAUSE of domestic violence or 25 sexual assault , one of the TO PROVIDE DOCUMENTATION THAT THE PAID MEDICAL LEAVE HAS BEEN USED FOR THAT PURPOSE. THE following types 26 27 of documentation selected by the employee shall be considered

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1 reasonable documentation ARE SATISFACTORY FOR PURPOSES OF THIS
2 SUBSECTION:

3 (a) a A police report indicating that the ELIGIBLE employee or
4 the ELIGIBLE employee's family member was a victim of domestic
5 violence or sexual assault. +

6 (b) a A signed statement from a victim and witness advocate
7 affirming that the ELIGIBLE employee or ELIGIBLE employee's family
8 member is receiving services from a victim services organization. +
9 or

10 (c) a A court document indicating that the ELIGIBLE employee 11 or **ELIGIBLE** employee's family member is involved in legal action 12 related to domestic violence or sexual assault. An employer shall not require that the documentation explain the nature of the 13 14 illness or the details of the violence. If an employer chooses to 15 require documentation for earned sick time, the employer is 16 responsible for paying all out-of-pocket expenses the employee 17 incurs in obtaining the documentation. If the employee does have 18 health insurance, the employer is responsible for paying any costs 19 charged to the employee by the health care provider for providing 20 the specific documentation required by the employer.

(5) AN EMPLOYER SHALL NOT REQUIRE THAT THE DOCUMENTATION
PROVIDED UNDER SUBSECTION (4) EXPLAIN THE DETAILS OF THE VIOLENCE.
An employer shall not require disclosure of details relating to
domestic violence or sexual assault or the details of an ELIGIBLE
employee's or an ELIGIBLE employee's family member's medical
condition as a condition of providing earned sick time PAID MEDICAL
LEAVE under this act. If an employer possesses health information

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or information pertaining to domestic violence or sexual assault
 about an ELIGIBLE employee or ELIGIBLE employee's family member,
 the employer shall treat that information as confidential and shall
 not disclose that information except to the affected ELIGIBLE
 employee or with the permission of the affected ELIGIBLE employee.

6 (6) This act does not require an employer to provide carned
7 sick time PAID MEDICAL LEAVE for any purposes other than as
8 described in this section.

9 Sec. 5. (1) If an **ELIGIBLE** employee is transferred to a separate division, entity, or location, but remains employed by the 10 11 same employer, the ELIGIBLE employee shall retain RETAINS all 12 earned sick time PAID MEDICAL LEAVE that was accrued at the prior division, entity, or location and may use all THE accrued earned 13 sick time as provided in PAID MEDICAL LEAVE PURSUANT TO section 4. 14 15 If an **ELIGIBLE** employee separates from employment and is rehired by 16 the same employer, within 6 months of the separation, the employer 17 shall reinstate previously accrued, IS NOT REQUIRED TO ALLOW THE ELIGIBLE EMPLOYEE TO RETAIN ANY unused earned sick time and shall 18 19 permit the reinstated employee to use that earned sick time and 20 accrue additional earned sick time upon reinstatement.PAID MEDICAL 21 LEAVE THAT THE ELIGIBLE EMPLOYEE PREVIOUSLY ACCUMULATED WHILE

22 WORKING FOR THE EMPLOYER.

23 (2) If a different employer succeeds or takes the place of an
 24 existing employer, the successor employer assumes the

25 responsibility for the earned sick time rights that employees who

26 remain employed by the successor employer accrued under the

27 original employer. Those employees are entitled to use earned sick

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1 time previously accrued on the terms provided in this act.

(2) (3) This act does not require an employer to provide
financial or other reimbursement to an ELIGIBLE employee for
accrued earned sick time PAID MEDICAL LEAVE that was not used upon
BEFORE the employee's END OF A BENEFIT YEAR OR BEFORE THE ELIGIBLE
EMPLOYEE'S termination, resignation, retirement, or other
separation from employment.

8 Sec. 7. (1) If an employer violates this act, the ELIGIBLE employee affected by the violation, at any time within $\frac{3 \text{ years } 6}{3 \text{ years } 6}$ 9 MONTHS after the violation or the date when the employee knew of 10 11 the violation, whichever is later, may do any of the following: 12 (a) Bring a civil action for appropriate relief, including, 13 but not limited to, payment for used earned sick time; rehiring or 14 reinstatement to the employee's previous job; payment of back wages; reestablishment of employee benefits to which the employee 15 16 otherwise would have been eligible if the employee had not been 17 subjected to retaliatory personnel action or discrimination; and an 18 equal additional amount as liquidated damages together with costs 19 and reasonable attorney fees as the court allows. 20 - (b) File MAY FILE a claim with the department. , which shall 21 investigate the claim. Filing a claim with the department is 22 neither a prerequisite nor a bar to bringing a civil action. 23 (2) (a) The director shall enforce the provisions of this act. 24 In effectuating such enforcement, the THE director shall establish 25 a system utilizing multiple means of communication to receive 26 complaints regarding non-compliance with this act and investigate 27 complaints received by the department in a timely manner.

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1 (b) Any person alleging a violation of this chapter shall have 2 the right to file a complaint with the department. The department shall encourage reporting pursuant to this subsection by keeping 3 4 confidential, to the maximum extent permitted by applicable laws, the name and other identifying information of the employee or 5 person reporting the violation, provided, however, that with the 6 authorization of such person, the department may disclose his or 7 her name and identifying information as necessary to enforce this 8 9 chapter or for other appropriate purposes.

(3) (c) Upon receiving a complaint alleging a violation of 10 11 this chapter, ACT, the department shall investigate such THE 12 complaint and attempt to resolve it through mediation between the complainant and the subject of the complaint, or other means. The 13 14 department shall keep complainants notified regarding the status of their complaint and any resultant investigation. If the department 15 believes DETERMINES that a violation has occurred, it shall issue 16 17 to the offending person or entity a notice of violation and the relief required of the offending person. or entity. The department 18 19 shall prescribe the form and wording of such notices of violation, 20 including any WHICH MUST INCLUDE THE method of appealing the 21 decision **DETERMINATION** of the department.

(4) (d) The department shall have the power to MAY impose
penalties and to grant an ELIGIBLE employee or former ELIGIBLE
employee all appropriate relief including but not limited to
payment of all carned sick time PAID MEDICAL LEAVE improperly
withheld. , any and all damages incurred by the complainant as the
result of violation of this act, back pay and reinstatement in the

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case of job loss. THE DEPARTMENT IS THE TRUSTEE FOR THE ELIGIBLE
 EMPLOYEE OR FORMER ELIGIBLE EMPLOYEE AND SHALL DISTRIBUTE AND
 ACCOUNT FOR MONEY COLLECTED UNDER THIS SUBSECTION.

4 (3) If the director determines that there is reasonable cause to believe that an employer violated this act and the department is 5 subsequently unable to obtain voluntary compliance by the employer 6 within a reasonable time, the department shall bring a civil action 7 as provided in subsection (1) (a) on behalf of the employee. The 8 department may investigate and file a civil action under subsection 9 (1) (a) on behalf of all employees that employer who are similarly 10 11 situated at the same work site and who have not brought a civil 12 action under subsection (1) (a). A contract or agreement between the 13 employer and the employee or any acceptance by the employee of a paid or unpaid leave policy that provides fewer rights or benefits 14 than provided by this act is void and unenforceable. 15

16 (5) (4) In addition to liability for civil remedies described 17 in this section, an AN employer who THAT fails to provide earned 18 sick time PAID MEDICAL LEAVE in violation of this act or takes 19 retaliatory personnel action against an employee or former employee 20 is subject to a civil AN ADMINISTRATIVE fine of not more than 21 \$1,000.00.

(6) (5) An employer that willfully violates a notice or THE
posting requirement of section 8 is subject to a civil AN
ADMINISTRATIVE fine of not more than \$100.00 for each separate
violation.

26 Sec. 8. (1) An employer subject to this act shall provide
27 written notice to each employee at the time of hiring or by April

1 1, 2019, whichever is later, including, but not limited to, DISPLAY A POSTER AT THE EMPLOYER'S PLACE OF BUSINESS, IN A CONSPICUOUS 2 PLACE THAT IS ACCESSIBLE TO ELIGIBLE EMPLOYEES, THAT CONTAINS all 3 4 of the following **INFORMATION**: (a) The amount of earned sick time PAID MEDICAL LEAVE required 5 to be provided to an **ELIGIBLE** employee under this act. 6 (b) The employer's choice of how to calculate a "year" 7 according to subsection 3 of section 3. 8 (B) (c) The terms under which earned sick time PAID MEDICAL 9 10 LEAVE may be used. 11 (d) That retaliatory personnel action by the employer against 12 an employee for requesting or using earned sick time for which the employee is eligible is prohibited. 13 14 (C) (c) The ELIGIBLE employee's right to bring a civil action or file a complaint with the department for any violation of this 15 16 act. 17 (2) The notice required under subsection (1) shall be in 18 English, Spanish, and any language that is the first language 19 spoken by at least 10% of the employer's workforce, as long as the 20 department has translated the notice into such language. 21 (3) An employer shall display a poster at the employer's place 22 of business, in a conspicuous place that is accessible to 23 employees, that contains the information in subsection (1). The 24 poster displayed should be in English, Spanish, and any language 25 that is the first language spoken by at least 10% of the employer's 26 workforce, as long as the department has translated the poster into 27 such language.

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(2) (4) The department shall create and make available to
 employers, notices and AT NO COST, posters that contain the
 information required under subsection (1) for employers' use in
 complying with this section. The department shall provide such
 notices and posters in English, Spanish, and any other languages
 deemed appropriate by the department.

Sec. 10. An employer shall retain for not less than 3 years 1 7 YEAR records documenting the hours worked and earned sick time PAID 8 MEDICAL LEAVE taken by ELIGIBLE employees. To monitor compliance 9 with the requirements of this act, an employer shall allow the 10 11 department access to those records, with appropriate notice and at 12 a mutually agreeable time. If a question arises as to whether an 13 employer has violated an employee's right to earned sick time under 14 this act and the employer does not maintain or retain adequate records documenting the hours worked and earned sick time taken by 15 the employee or does not allow the department reasonable access to 16 17 those records, there is a presumption that the employer has 18 violated the act, which can be rebutted only by clear and 19 convincing evidence. THOSE RECORDS SHALL BE OPEN TO INSPECTION BY 20 THE DIRECTOR AT ANY REASONABLE TIME. Sec. 11. (1) This act provides minimum requirements pertaining 21 to earned sick time and shall not be construed to preempt, limit, 22 23 or otherwise affect the applicability of any other law, regulation, requirement, policy, or standard, including a collective bargaining 24

- agreement, that provides for greater accrual or use of time off,
- 26 whether paid or unpaid, or that extends other protections to

27 employees.

19

1 <u>(2)</u> This act does not do any of the following:

2 (a) Prohibit an employer from providing more earned sick time
3 PAID MEDICAL LEAVE than is required under this act.

4 (b) Diminish any OTHER rights provided to any ELIGIBLE
5 employee under a collective bargaining agreement.

6 (c) Subject to section 12, preempt or override the terms of
7 any collective bargaining agreement in effect prior to the
8 effective date of this act.

9 (d) Prohibit an employer from establishing a policy that
10 permits an ELIGIBLE employee to donate unused accrued earned sick
11 time PAID MEDICAL LEAVE to another ELIGIBLE employee.

12 Sec. 14. If any portion of this act or the application thereof 13 to any person or circumstances shall be found to be invalid by a 14 court, such invalidity shall not affect, impair, or invalidate the 15 other portions or applications of the act that can be given effect 16 without the invalid portion or application, and to this end the 17 provisions of this act are declared to be severable. IF A FEDERAL PAID MEDICAL LEAVE MANDATE IS ENACTED, THIS ACT DOES NOT APPLY AS 18 19 OF THE EFFECTIVE DATE OF THE MANDATE.

20 Enacting section 1. Sections 6, 9, and 13 of 2018 PA 338, MCL
21 408.966, 408.969, and 408.973, are repealed.

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Final Page