

LEGISLATIVE FISCAL OFFICE Fiscal Note

Fiscal Note On: **HB** 689 HLS 14RS 1162

Bill Text Version: ENROLLED

Opp. Chamb. Action: Proposed Amd.:

Date: May 19, 2014 8::

8:39 AM

Sub. Bill For.:

Dept./Agy.: Workforce Commission/Labor

Author: BISHOP, STUART

Subject: Time Frame For Payment of Employees

Analyst: Patrice Thomas

Legislative Fiscal Officer

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EMPLOYMENT/WAGES EN NO IMPACT See Note

Provides with respect to the payment of wages

<u>Present law</u> requires that every employer inform his employees at the time of hire what wages they will be paid as well as the method and frequency of payment. <u>Present law</u> provides that every person engaged in manufacturing, oil and mining operations, and public service corporations shall make full payment to employees as often as every two weeks. <u>Proposed law</u> changes the time period for payment in <u>present law</u> to no less than twice during a calendar month. <u>Present law</u> provides that paydays shall be as close to two weeks apart as practicable. <u>Present law</u> provides that payment shall be made no more than 10 days after the service is performed, except for public service corporations, who are allowed up to 15 days. <u>Proposed law</u> deletes <u>present law</u> and provides that payment shall be made no later than the payday at the conclusion of the next payroll period.

EXPENDITURES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0
REVENUES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The proposed legislation changes the time frame and frequency of payment of wages to employees employed in certain industries. This measure does not pertain to employees employed with governmental entities.

REVENUE EXPLANATION

Change {S&H}

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Se	nate	<u>Dual Referral Rules</u> <u>Ho</u>	=	John D. Cagaster
	13.5.1 >= \$	100,000 Annual Fiscal Cost {S&H}	$6.8(F)(2) >= $500,000 \text{ State Rev. Reduc. } \{H \& S\} -$	
		F00 000 Applied Tay on Foo		John D. Carpenter
	13.3.2 >= \$	500,000 Annual Tax or Fee	\square 6.8(G) >= \$500,000 Tax or Fee Increase	Lautalation Eleval Offices

or a Net Fee Decrease {S}