Title 34. Chapter 8D. (New) Temporary Labor §§1-12,14 C.34:8D-1 to 34:8D-13 §15 Approp. §16 Note

P.L. 2023, CHAPTER 10, approved February 6, 2023 Assembly, No. 1474 (Second Reprint)

1 AN ACT concerning employment and protection of temporary laborers, supplementing Title 34 of the Revised Statutes, and 2 3 amending P.L.1989, c.331. 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. (New section) The Legislature finds and declares: 9 a. At least 127,000 individuals work for temporary help service 10 firms, sometimes referred to as temp agencies or staffing agencies, in New Jersey. Approximately 100 temporary help service firms 11 12 with several branch offices are licensed throughout the State. 13 Moreover, there are a large, though unknown, number of unlicensed 14 temporary help service firms that operate outside the purview of 15 law enforcement. 16 b. Recent national data indicate that the share of Black and 17 Latino temporary and staffing workers far outstrips their proportion 18 of the workforce in general. In addition to a heavy concentration in 19 service occupations, temporary laborers are heavily concentrated in 20 the production, transportation, and material moving occupations and 21 manufacturing industries. Further, full-time temporary help service 22 firm workers earn 41 percent less than workers in traditional work 23 arrangements, and these workers are far less likely than other 24 workers to receive employer-sponsored retirement and health 25 benefits. 26 c. Recent studies and a survey of low-wage temporary laborers 27 themselves find that, generally, these workers are particularly 28 vulnerable to abuse of their labor rights, including unpaid wages, 29 failure to pay for all hours worked, minimum wage and overtime

30 violations, unsafe working conditions, unlawful deductions from

EXPLANATION – Matter enclosed in **bold-faced** brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

¹Assembly floor amendments adopted June 16, 2022.

²Assembly amendments adopted in accordance with Governor's

recommendations September 22, 2022.

1 pay for meals, transportation, equipment, and other items, as well as 2 discriminatory practices. 3 d. This act is intended to further protect the labor and 4 employment rights of these workers. 5 2. (New section) As used in P.L., c. 6 (C.) (pending 7 before the Legislature as this bill): 8 "Commissioner" means Commissioner of Labor and Workforce 9 Development, or a designee of the commissioner. ¹"Director" means Director of the Division of Consumer Affairs 10 in the Department of Law and Public Safety², or a designee of the 11 12 Director².¹ 13 "Employ" means to suffer or permit to work for compensation, 14 including by means of ongoing, contractual relationships in which 15 the employer retains substantial direct or indirect control over the 16 employee's employment opportunities or terms and conditions of 17 employment. 18 "Employer" means any person or corporation, partnership, 19 individual proprietorship, joint venture, firm, company, or other 20 similar legal entity who engages the services of an employee and 21 who pays the employee's wages, salary, or other compensation, or 22 any person acting directly or indirectly in the interest of an 23 employer in relation to an employee. 24 "Hours worked" means all of the time that the employee is 25 required to be at the employee's place of work or on duty. Nothing 26 in P.L. , c.) (pending before the Legislature as this (C. 27 bill) requires an employer to pay an employee for hours the 28 employee is not required to be at the employee's place of work 29 because of holidays, vacation, lunch hours, illness, and similar 30 reasons. ²"Designated classification placement" means an 31 assignment of a temporary laborer by a temporary help service firm 32 to perform work in any of the following occupational categories as 33 designated by the Bureau of Labor Statistics of the United States 34 Department of Labor: 33-90000 Other Protective Service Workers; 35-0000 Food Preparation and Serving Related Occupations; 37-35 0000 Building and Grounds Cleaning and Maintenance 36 37 Occupations; 39-0000 Personal Care and Service Occupations; 47-38 2060 Construction Laborers; 47-30000 Helpers, Construction 39 Trades; 49-0000 Installation, Maintenance, and Repair Occupations; 40 51-0000 Production Occupations; 53-0000 Transportation and 41 Material Moving Occupations; or any successor categories as the Bureau of Labor Statistics may designate.² 42 43 "Person" means any natural person or their legal representative, 44 partnership, corporation, company, trust, business entity, or 45 association, and any agent, employee, salesman, partner, officer, 46 director, member, stockholder, associate, trustee, or beneficiary of a 47 trust thereof.

"Temporary laborer" means a person who contracts for
employment ²in a designated classification placement² with a
temporary help service firm. ¹Temporary laborer does not include
agricultural crew leaders who are registered under the federal
Migrant and Seasonal Agricultural Worker Protection Act, 29
U.S.C. s.1801 et seq., P.L.1971, c.192 (C.34:8A-7 et seq.), or
P.L.1945, c.71 (C.34:9A-1 et seq.).¹

²["Temporary labor applicant" means a person who requests a
job assignment through a temporary help service firm, whether in
the presence of the firm, in writing, or through an online application
process.

12 "Temporary labor" means work performed by a temporary 13 laborer at the business of, or for, a third party client of a temporary 14 help service firm, the duration of which may be specific or 15 undefined, pursuant to a contract or understanding between the 16 temporary help service firm and the third party client. ¹Temporary 17 labor does not include labor or employment of a professional 18 employee, as defined in 29 U.S.C. s.152; or to employees who are 19 secretaries or administrative assistants whose main or primary duties are described by the bureau of labor statistics of the United 20 21 States Department of Labor as involving one or more of the 22 following: drafting or revising correspondence, scheduling 23 appointments, creating, organizing, and maintaining paper and electronic files, and providing information to callers or visitors.¹]² 24

25 "Temporary help service firm" means any person or entity who operates a business which consists of employing individuals 26 27 directly or indirectly for the purpose of assigning the employed 28 individuals to assist the firm's customers in the handling of the 29 customers' temporary, excess or special work loads, and who, in 30 addition to the payment of wages or salaries to the employed 31 individuals, pays federal social security taxes and State and federal 32 unemployment insurance; carries workers' compensation insurance 33 as required by State law; and sustains responsibility for the actions 34 of the employed individuals while they render services to the firm's 35 customers. A temporary help service firm is required to comply 36 with the provisions of P.L.1960, c. 39 (C.56:8-1 et seq.).

37 "Third party client" means any person who contracts with a
38 temporary help service firm for obtaining temporary laborers ²in a
39 designated classification placement². ¹Third party client does not
40 include the State or any office, department, division, bureau, board,
41 commission, agency, or political subdivision thereof that utilize the
42 services of temporary help service firms.¹

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3. (New section) a. Whenever a temporary help service firm
agrees to send a person to work as a temporary laborer ²<u>in a</u>
<u>designated classification placement</u>², the temporary help service
firm shall provide the temporary laborer, at the time of dispatch, a

statement, in writing in English and in the language identified by 1 2 the employee as the employee's primary language, containing the following items on a form approved by the commissioner¹, in a 3 manner appropriate to whether the assignment is accepted at the 4 5 temporary help service firm's office, or remotely by telephone, text, 6 email, or other electronic exchange¹: 7 (1) the name of the temporary laborer; 8 (2) the name, address, and telephone number of: 9 (a) the temporary help service firm, or the contact information 10 of the firm's agent facilitating the placement; 11 (b) its workers' compensation carrier; 12 (c) the worksite employer or third party client; and (d) the Department of Labor and Workforce Development; 13 14 (3) the name and nature of the work to be performed; 15 (4) the wages offered; 16 (5) the name and address of the assigned worksite of each 17 temporary laborer; (6) the terms of transportation offered to the temporary laborer², 18 19 if applicable²; 20 (7) a description of the position and whether it shall require any special clothing, protective equipment, and training, and what 21 22 training and clothing will be provided by the temporary help service 23 firm or the third party client; and any licenses and any costs charged 24 to the employee for supplies or training; 25 (8) whether a meal or equipment, or both, are provided, either by the temporary help service firm or the third party client, and the 26 27 cost of the meal and equipment, if any; 28 (9) for multi-day assignments, the schedule; (10) the length of the assignment¹, if known¹; and 29 (11) the amount of sick leave to which temporary workers are 30 31 entitled under P.L.2018, c.10 (C.34:11D-1 et seq.), and the terms of 32 its use. 33 In the event of a change in the schedule, shift, or location of an 34 assignment for a multi-day assignment of a temporary laborer $\frac{2}{\ln a}$ designated classification placement², the temporary help service 35 firm shall provide ¹[written]¹ notice of the change not less than 48 36 hours in advance to the temporary laborer, when possible¹, in a 37 38 manner appropriate to whether the assignment is accepted at the temporary help service firm's office, or remotely by telephone, text, 39 email, or other electronic exchange¹. The temporary help service 40 firm shall bear the burden of showing that it was not possible to 41 provide the required notice. ²[¹If a dispute arises concerning 42 43 whether it was possible for a temporary help service firm to provide 44 the required notice, an aggrieved party shall make an application to the commissioner, in a manner and form prescribed by the 45 commissioner, for a determination on the matter.¹] In the event that 46 the commissioner imposes a civil penalty under subsection d. of this 47

1 section and the temporary help service firm requests a hearing to

2 challenge the penalty, any dispute concerning whether it was

3 possible for the temporary help service firm to provide the required

4 <u>notice shall be adjudicated during that hearing.</u>²

5 If a temporary laborer 2 <u>in a designated classification placement</u> 2 6 is assigned to the same assignment for more than one day, the 7 temporary help service firm shall be required to provide the 8 employment notice only on the first day of the assignment and on 9 any day that any of the terms listed on the employment notice are 10 changed.

If the temporary laborer is not placed with a third party client or 11 12 otherwise contracted to work for that day, the temporary help 13 service firm shall, upon request, provide the temporary laborer with 14 a confirmation that the temporary laborer sought work, signed by an 15 employee of the temporary help service firm, which shall include the name of the firm, the name and address of the temporary 16 17 laborer, and the date and the time that the temporary laborer 18 receives the confirmation.

b. No temporary help service firm shall send any temporary laborer to any ²[place] <u>designated classification placement</u>² where a strike, a lockout, or other labor dispute exists without providing, at the time of dispatch, a statement, in writing, informing the temporary laborer of the labor dispute, and the laborer's right to refuse the assignment.

c. ²[The commissioner shall require temporary] <u>Temporary</u>² 25 help service firms ² [to employ] that make designated classification 26 placements shall make available, whether through its own 27 <u>employees or the service of a vendor</u>,² personnel ²[who can] to^2 28 29 effectively communicate the information required in subsections a. 30 and b. of this section to temporary laborers in Spanish or in any other language that is generally understood in the locale of the 31 32 temporary help service firm.

d. Any temporary help service firm ²<u>that makes designated</u> classification placements and ² that violates this section shall be subject to a civil penalty of not less than \$500 and not to exceed \$1,000 for each violation found by the commissioner. That penalty shall be collected by the commissioner in a summary proceeding in accordance with the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 et seq.).

40 e. The commissioner², in consultation with the Office of the New Americans within the Department of Human Services,² shall 41 develop and implement a multilingual outreach program to inform 42 temporary laborers ²<u>in a designated classification placement</u>² about 43 their rights pursuant to P.L., c. (C.) (pending before the 44 Legislature as this bill). The program shall ²develop written 45 materials in various languages based on the 10 most prevalent 46 language access needs in the State, and may periodically reevaluate 47

1 the language access needs and adjust translation efforts accordingly. The program shall² include the distribution of written materials ²[in 2 English, Spanish and any other language that is the primary 3 language of 10 percent or more of the registered voters in the State 4 5 to community-based organizations and worker centers] to <u>qualifying organizations</u>² who work with temporary workers 2 <u>in a</u> 6 designated classification placement², and ²shall engage in² regular 7 outreach to these organizations to determine how the commissioner 8 9 can better inform temporary laborers of their rights. ²For purposes 10 of this subsection, qualifying organizations are organizations that 11 have a minimum of five years of experience working with 12 temporary laborers or hiring entities, and organizations that work with nonprofit organizations that have a minimum of five years of 13 14 experience working with temporary laborers or hiring entities.² 15 4. (New Section) a. Whenever a temporary help service firm 16 17 sends one or more persons to work as temporary laborers ²in designated classification placements², the temporary help service 18 firm shall keep the following records relating to that transaction: 19 20 (1) the name, address, and telephone number of the third party 21 client, including each worksite, to which temporary laborers were 22 sent by the temporary help service firm and the date of the 23 transaction; 24 (2) for each temporary laborer: the name and address, the 25 specific location sent to work, the type of work performed, the 26 number of hours worked, the hourly rate of pay, and the date sent. 27 The third party client shall be required to remit all information 28 required under this paragraph to the temporary help service firm no 29 later than seven days following the last day of the work week 30 worked by the temporary laborer; 31 (3) the name and title of the individual or individuals at each 32 third party client's place of business responsible for the transaction; 33 (4) any specific qualifications or attributes of a temporary 34 laborer, requested by each third party client; 35 (5) copies of all contracts, if any, with the third party client and 36 copies of all invoices for the third party client; 37 (6) copies of all employment notices provided in accordance 38 with subsection a. of section 3 of P.L., c. (C.) (pending 39 before the Legislature as this bill); (7) the amounts of any deductions to be made from each 40 41 temporary laborer's compensation by either the third party client or 42 by the temporary help service firm for the temporary laborer's food, equipment, withheld income tax, ²withheld contributions to the 43 state unemployment compensation trust fund and the state disability 44 45 <u>benefits trust fund</u>² withheld Social Security deductions, and every 46 other deduction;

(8) verification of the actual cost of any equipment or meal
 charged to a temporary laborer; ¹and¹

(9) ¹[the race, ethnicity, and gender of each temporary laborer 3 4 or applicant, as provided by that laborer or applicant, who requests 5 employment with, or is contracted by, the temporary help service firm. For each applicant, the temporary help service firm shall 6 7 provide the applicant with and retain a copy of a written notice 8 specifying the date, time, and location at which the applicant 9 requested employment, signed by an employee of the temporary 10 help service firm; and

(10)]¹ any additional information required by the commissioner. 11 b. The temporary help service firm shall maintain all records 12 13 under this section for a period of six years from their creation. The 14 records shall be open to inspection by the commissioner during 15 normal business hours. Records described in paragraphs (1), (2), 16 (3), (6), (7), and (8) of subsection a. of this section shall be available for review ²[or] and² copying by that temporary laborer 17 2 <u>at no cost</u>² or an authorized representative of the temporary laborer 18 19 during normal business hours within five days following a written ²For purposes of this subsection, an authorized 20 request. 21 representative of the temporary laborer is a person as to whom the 22 temporary laborer has presented to the temporary help service firm an authorization signed by the temporary laborer that expressly 23 permits the person to review and copy the subject records.² 24

In addition, a temporary help service firm ²<u>that makes designated</u> 25 classification placements² shall make records related to the number 26 of hours billed to a third party client for that individual temporary 27 laborer's hours of work available for review or copying ², at no 28 cost,² during normal business hours within five days following a 29 written request. The temporary help service firm shall make forms, 30 in duplicate, for those requests available $\frac{2}{at no cost}^2$ to temporary 31 laborers at the dispatch office. The temporary laborer shall be given 32 33 a copy of the request form. It shall be a violation of this section to 34 make any false, inaccurate, or incomplete entry into, or to delete 35 required information from, any record required by this section.

36 c. (1) Failure by the third party client to maintain and remit 37 accurate time records to the temporary help service firm as provided 38 in paragraph (2) of subsection a. of this section shall constitute a 39 violation by a third party client under section 11 of 40 P.L., c. (C.) (pending before the Legislature as this bill), 41 unless the third party client has been precluded from submitting 42 those time records for reasons beyond its control. A third party 43 client that violates paragraph (2) of subsection a. of this section 44 shall be subject to a civil penalty not to exceed \$500 for each 45 violation found by the commissioner. The penalty shall be 46 collected in a summary proceeding in accordance with the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 et seq.). 47

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(2) A failure by the third party client to provide time records in 1 2 accordance with subsection b. of this section shall not be a violation 3 and shall not be the basis for a suit or other action under section 11) (pending before the Legislature as this 4 of P.L. , c. (C. 5 bill), against the temporary help service firm. 6 (3) Failure of a third party client to remit any information 7 required by this section to a temporary help service firm shall not be 8 a defense to the temporary help service firm recordkeeping 9 requirements of this section. 10 5. (New section) a. A temporary help service firm or a third 11 12 party client, or a contractor or agent of either, shall charge no fee to a temporary laborer $\frac{2}{in}$ a designated classification placement² to 13 14 transport a temporary laborer to or from the designated work site. b. A temporary help service firm shall be ²[responsible] 15 jointly and severally liable² for the conduct and performance of any 16 person who transports a temporary laborer ²in a designated 17 classification placement² from the firm to a work site, unless the 18 19 transporter is: 20 (1) a public mass transportation system; 21 (2) a common carrier; 22 (3) the temporary laborer providing his or her own 23 transportation; or 24 (4) selected exclusively by and at the sole choice of the temporary laborer for transportation in a vehicle not owned or 25 26 operated by the temporary help service firm. If any temporary help service firm provides transportation to a 27 temporary laborer 2 in a designated classification placement 2 or 28 refers a temporary laborer ²in a designated classification placement² 29 as provided in subsection ²[c.] d.² of this section, the temporary 30 help service firm shall not allow a motor vehicle to be used for the 31 32 transporting of temporary laborers if the temporary help service 33 firm knows or should know that the motor vehicle used for the 34 transportation of temporary laborers is unsafe or not equipped as required by P.L., c. (C.) (pending before the Legislature as 35 36 this bill), unless the vehicle is: 37 (1) the property of a public mass transportation system; 38 (2) the property of a common carrier; 39 (3) the temporary laborer's personal vehicle; or (4) a vehicle of a temporary laborer used to carpool other 40 41 temporary laborers and which is selected exclusively by and at the 42 sole choice of the temporary laborer for transportation. ²c. A temporary help service firm shall not require a temporary 43 44 laborer in a designated classification placement to use transportation provided by the firm or by another provider of 45 transportation services.² 46

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²[c.]d.² A temporary help service firm shall not refer a
 temporary laborer ²<u>in a designated classification placement</u>² to any
 person for transportation to a work site unless that person is:

4 (1) a public mass transportation system; or

5 (2) providing the transportation at no fee to the temporary 6 laborer.

²[the] \underline{a}^{2} temporary laborer ²<u>in a designated</u> 7 Directing classification placement² to accept a specific car pool as a condition 8 of work shall be considered a referral by the temporary help service 9 10 firm. Any mention or discussion of the cost of a car pool shall be considered a referral by the temporary help service firm. Informing 11 a temporary laborer ²in a designated classification placement² of the 12 availability of a car pool driven by another temporary laborer shall 13 14 not be considered a referral by the temporary help service firm.

15 The temporary help service firm shall obtain, and keep on file, 16 documentation that any provider of transportation to ²[the] \underline{a}^{2} temporary laborer ²in a designated classification placement² that the 17 temporary help service firm makes referrals to or contracts with is 18 in compliance with the requirements of subsections ²[d., e., and f.] 19 e., f., and g.² of this section. ²<u>The commissioner may randomly</u> 20 audit a temporary help service firm to ensure that the firm is 21 maintaining the documentation required by this subsection.² 22

²[d.]<u>e.</u>² Any motor vehicle that is owned or operated by ²[the] 23 a² temporary help service firm ²that makes designated classification 24 placements² or a third party client ²of such a firm², or a contractor 25 or agent of either, or to which a temporary help service firm refers a 26 temporary laborer $\frac{2}{in}$ a designated classification², which is used for 27 the transportation of temporary laborers ²in a designated 28 classification placement² shall comply with minimum insurance 29 requirements set by the State of New Jersey. The driver of the 30 31 vehicle shall hold a valid license to operate motor vehicles in the 32 correct classification and shall be required to produce the license 33 immediately upon demand by the commissioner or any other person authorized to enforce P.L., c. (C. 34) (pending before the Legislature as this bill). The commissioner shall forward a violation 35 36 of this subsection to the appropriate law enforcement authority or 37 regulatory agency.

²[e.] $f_{1.2}^{2}$ A motor vehicle that is owned or operated by the 38 temporary help service firm ²that makes designated classification 39 placements² or a third party client ²of such a firm², or a contractor 40 or agent of either, or to which a temporary help service firm refers a 41 temporary laborer 2 <u>in a designated classification placement</u>², which 42 is used for the transportation of temporary laborers $\frac{2}{in}$ a designated 43 <u>classification placement</u>² shall have a seat and a safety belt for each 44 45 passenger. The commissioner shall forward a violation of this

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subsection to the appropriate law enforcement authority or 1 2 regulatory agency. ²[f.] <u>g.</u>² Unless the temporary laborer ²<u>in a designated</u> 3 classification placement² requests otherwise, when a temporary 4 laborer² in a designated classification placement² has been 5 transported to a work site, the temporary help service firm or a third 6 7 party client, or a contractor or agent of either, shall provide 8 transportation back to the point of hire at the end of each work day. 9 ²h. The obligations imposed by this section shall be in addition 10 to those set forth in subsection d. of section 14 of P.L.1981, c.1 (C.56:8-1.1) and any rules or regulations promulgated thereunder. 11 12 i. The commissioner may promulgate regulations under this section in accordance with the "Administrative Procedure Act," 13 14 P.L.1968, c.410 (C.52:14B-1 et seq.) 15 j. The commissioner may assess a penalty against a temporary 16 help service firm that violates this section or any rules or 17 regulations adopted pursuant to this section of up to \$5,000 for each 18 violation, except that the penalty for a violation of the 19 recordkeeping requirements of this section shall not exceed \$500 20 for each violation. Each day that a temporary help service firm fails to comply with this section shall constitute a separate offense. Any 21 22 penalty assessed under this section shall be collected by the 23 commissioner in a summary proceeding in accordance with the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 24 <u>et seq.).²</u> 25 26 27 6. (New section) a. At the time of payment of wages, a temporary help service firm shall provide each temporary laborer 28 $\frac{2}{in a designated classification placement^2}$ with a detailed itemized 29 30 statement, on the temporary laborer's paycheck stub or on a form 31 approved by the commissioner, listing the following: (1) the name, address, and telephone number of each third party client at which the temporary laborer worked. If this information is provided on the 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 temporary laborer; 38 (2) the number of hours worked by the temporary laborer at each third party client each day during the pay period. If the temporary laborer is assigned to work at the same work site of the same third party client for multiple days in the same work week, the temporary help service firm may record a summary of hours worked at that third party client's worksite so long as the first and last day of that work week are identified as well; (3) the rate of payment for each hour worked, including any

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45 46 premium rate or bonus. Overtime pay shall be paid in accordance

1 with the provisions of subsection b. of section 5 of P.L.1966, c.113

2 (C.34:11-56a4);

3 (4) the total pay period earnings;

4 (5) the amount of each deduction made from the temporary laborer's compensation made ²[either by the third party client or]² 5 by the temporary help service firm, and the purpose for which each 6 7 deduction was made, including for the temporary laborer's food, 8 equipment, withheld income tax, withheld Social Security deductions, ²<u>withheld contributions to the state unemployment</u> 9 10 compensation trust fund and the state disability benefits trust fund,² and every other deduction; the current maximum amount of a 11 12 placement fee which the temporary help service firm may charge to a third party client to directly hire the temporary laborer pursuant to 13 14 subsection a. of section 7 of P.L. , c. (C.) (pending before 15 the Legislature as this bill); and

16 (6) any additional information required by the commissioner.

For each temporary laborer ²in a designated classification 17 <u>placement²</u> who is contracted to work a single day, the third party 18 19 client shall, at the end of the work day, provide such temporary laborer with a work verification form, approved by the 20 commissioner, which shall contain the date, the temporary laborer's 21 22 name, the work location, and the hours worked on that day. Any 23 third party client who violates this section shall be subject to a civil 24 penalty not to exceed \$500 for each violation found by the 25 commissioner. The maximum civil penalty shall increase to \$2,500 26 for a second or subsequent violation. Each violation of paragraph 1 27 of this subsection for each temporary laborer and for each day the 28 violation continues shall constitute a separate and distinct violation. 29 That penalty shall be collected by the commissioner in a summary 30 proceeding in accordance with the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 et seq.). 31

b. ²<u>A third party client shall not withhold or divert the wages</u> 32 of a temporary laborer in a designated classification placement for 33 any reason. Except as otherwise authorized pursuant to this section, 34 35 a temporary help service firm shall not withhold or divert the wages of a temporary laborer in a designated classification placement for 36 any reason.² A temporary help service firm shall provide each 37 temporary laborer ²with² an annual earnings summary within a 38 reasonable time after the preceding calendar year, but in no case 39 40 later than February 1 of each year. A temporary help service firm shall, at the time of each wage payment, give notice to temporary 41 laborers 2 in a designated classification placement 2 of the 42 43 availability of the annual earnings summary or post such a notice in 44 a conspicuous place in the public reception area.

c. At the request of a temporary laborer ²<u>in a designated</u>
<u>classification placement</u>², a temporary help service firm shall hold
the daily wages of the temporary laborer and make ²[either

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weekly,]² bi-weekly²[, or semi-monthly]² payments. The wages shall be paid in a single check, or, at the temporary laborer's sole option, by direct deposit or other manner approved by the commissioner, representing the wages earned during the period²[, either weekly, bi-weekly, or semi-monthly, designated by the temporary laborer]² in accordance with P.L.1965, c.173 (C.34:11-4.1 et seq.).

Vouchers or any other method of payment which are not 8 9 negotiable shall be prohibited as a method of payment of wages. Temporary help service firms that make daily wage payments shall 10 provide written notification to all temporary laborers 2 <u>in a</u> 11 designated classification placement² of the right to request 12 ²[weekly,]² bi-weekly²[, or semi-monthly]² checks. The 13 temporary help service firm may provide this notice by 14 conspicuously posting the notice at the location where the wages 15 are received by the temporary laborers. 16

d. No temporary help service firm shall charge any temporary 17 laborer $\frac{2}{in}$ a designated classification placement $\frac{2}{in}$ for cashing a 18 check issued by the temporary help service firm for wages earned 19 by a temporary laborer who performed work through that temporary 20 help service firm. No temporary help service firm or third party 21 client shall charge any temporary laborer ²in a designated 22 classification placement² for the expense of conducting any 23 consumer report, as that term is defined in the "Fair Credit 24 Reporting Act," (15 U.S.C. s.1681 et seq.), any criminal 25 background check of any kind, or any drug test of any kind. 26

e. Temporary laborers ²<u>in a designated classification placement</u>² shall be paid no less than the wage rate stated in the notice as provided in section 3 of P.L., c. (C.) (pending before the Legislature as this bill), for all the work performed on behalf of the third party client in addition to the work listed in the written description.

f. ¹(1)¹The total amount deducted for meals and equipment shall
not cause ²[a temporary laborer's] <u>the</u>² hourly wage ²<u>of a</u>
<u>temporary laborer in a designated classification placement</u>² to fall
below the State or federal minimum wage, whichever is greater.
¹[However, a]

(2) A^1 temporary help service firm may deduct the actual market 38 value of reusable equipment provided to ²[the] \underline{a}^2 temporary 39 laborer 2 in a designated classification placement 2 by the temporary 40 help service firm which the temporary laborer fails to return, if the 41 temporary laborer provides a written authorization for that 42 43 deduction at the time the deduction is made. ¹For any additional equipment, clothing, accessories, or other items which are not 44 45 required by the nature of the work, either by law, custom, or as a requirement of the third party client that ²[the] a² temporary help 46

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1 service firm makes available ²to temporary laborers in designated

2 <u>classification placements</u>² for purchase, the temporary help service

3 <u>firm shall charge no more than actual market value.</u>

4 (3) A temporary help service firm shall not charge ²a² temporary
5 laborer ²in a designated classification placement² for any meal not
6 consumed by the temporary laborer and, if consumed, no more than
7 the actual cost of a meal. The purchase of a meal shall not be a
8 condition of employment for a temporary laborer ²in a designated
9 classification placement².¹

10 g. A temporary laborer who is contracted by a temporary help service firm to work at a third party client's worksite ²[but] in a 11 designated classification placement but who² is not utilized by the 12 third party client²,² shall be paid by the temporary help service firm 13 for a minimum of four hours of pay at the agreed upon rate of pay. 14 15 However, in the event the temporary help service firm contracts the 16 temporary laborer to work at another location during the same shift, 17 the temporary laborer shall be paid by the temporary help service 18 firm for a minimum of two hours of pay at the agreed upon rate of 19 pay.

h. A third party client is required to reimburse a temporary help 20 service firm wages and related payroll taxes for services performed 21 ²for a third party client² by ² [the] \underline{a}^2 temporary laborer ² [for the 22 third party client] in a designated classification placement² 23 24 according to payment terms outlined on invoices, service 25 agreements, or stated terms provided by the temporary help service 26 firm. A third party client who fails to comply with this subsection is 27 subject to the penalties provided in section 11 of) (pending before the Legislature as this bill). 28 P.L., c. (C.

29 The commissioner shall review a complaint filed by a ²[licensed]² temporary help service firm ²that makes designated 30 classification placements² against a third party client. The 31 32 commissioner shall review the payroll and accounting records of the 33 temporary help service firm and the third party client for the period 34 in which the violation of P.L., c. (C.) (pending before the Legislature as this bill) is alleged to have occurred to determine if 35 36 wages and payroll taxes have been paid to the temporary help 37 service firm and that the temporary laborer has been paid the wages 38 owed.

i. Any temporary help service firm that violates this section
shall be subject to a civil penalty not to exceed \$500 for each
violation found by the commissioner. That penalty shall be
collected by the commissioner in a summary proceeding in
accordance with the "Penalty Enforcement Law of 1999," P.L.1999,
c.274 (C.2A:58-10 et seq.).

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46 7. (New section) a. (1) No temporary help service firm shall
 47 restrict the right of a temporary laborer ²in a designated

classification placement² to accept a permanent position with a 1 third party client to whom the temporary laborer has been referred 2 3 for work, restrict the right of a third party client to offer 4 employment to a temporary laborer, or restrict the right of a 5 temporary laborer to accept a permanent position for any other A temporary help service firm may charge a 6 employment. 7 placement fee to a third party client for employing a temporary laborer $\frac{2}{in}$ a designated classification placement 2 for whom a 8 contract for work was effected by the temporary help service firm 9 10 not to exceed the equivalent of the total daily commission rate the temporary help service firm would have received over a 60-day 11 12 period, reduced by the equivalent of the daily commission rate the 13 temporary help service firm would have received for each day the 14 temporary laborer has performed work for the temporary help 15 service firm in the preceding 12 months.

(2) Any temporary help service firm which charges a placement 16 fee to a third party client for employing a temporary laborer ²in a 17 designated classification placement² shall include on the wage 18 payment and notice form of each affected temporary laborer the 19 20 maximum amount of a fee that shall be charged to a third party 21 client by the temporary help service firm, and the total amount of 22 actual charges to the third party client for the temporary laborer 23 during each pay period compared to the total compensation cost for 24 the temporary laborer, including costs of any benefits provided. 25 Failure to provide the required information shall constitute a 26 separate violation for each day the temporary help service firm fails 27 to provide the required information. No fee provided for under this 28 section shall be assessed or collected by the temporary help service firm when ²[the] \underline{a}^2 temporary laborer ²<u>in a designated</u> 29 classification placement² is offered permanent work following the 30 suspension ²[or],² revocation², or non-renewal² of the temporary 31 help service firm's ²[registration] <u>certification</u>² bv the 32 ²[commissioner] <u>director</u>². 33

²[b. Each year, at the time of registration with the commissioner 34 35 as required by section 8 of P.L., c. (C.) (pending before 36 the Legislature as this bill), each temporary help service firm shall 37 submit to the commissioner, on a form created by the 38 commissioner, the number of temporary laborers the temporary help 39 service firm has placed in a permanent position with a third party 40 client in the preceding 12 months as well as the percentage those 41 permanent placements represent of the total number of temporary 42 laborers contracted by the temporary help service firm during the 43 same period. Each day that the temporary help service firm fails to fully comply with the requirements of this subsection shall 44 45 constitute a separate notice violation.

46 c.] \underline{b}^2 Any temporary laborer assigned to work at a third party 47 client ²in a designated classification placement² shall not be paid

less than the ²[same]² average rate of pay and ²[equivalent] 1 <u>average cost of</u>² benefits ² [as a permanent employee], or the cash 2 equivalent thereof,² of ²employees of² the third party client 3 performing the same or substantially similar work on jobs the 4 5 performance of which requires equal skill, effort, and responsibility, 6 and which are performed under similar working conditions ²for the third party client at the time the temporary laborer is assigned to 7 work at the third party client². Each violation of this subsection for 8 9 each affected temporary laborer shall constitute a separate violation 10 under section 11 of P.L., c. (C.) (pending before the 11 Legislature as this bill).

²[d.]c.² Any temporary help service firm that violates this section shall be subject to a civil penalty not to exceed ¹[\$500] $\frac{55,000^{1}}{1000}$ for each violation found by the commissioner. That penalty shall be collected by the ¹[director] <u>commissioner</u>¹ in a summary proceeding in accordance with the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 et seq.).

18 ²[¹<u>e</u>.]d.² If a third party client leases or contracts with a temporary help service firm for the services of a temporary laborer 19 ² in a designated classification requirement², the third party client 20 shall be, with the temporary help service firm, jointly and severally 21 22 responsible for any violation of this section, including with respect 23 to relief provided by section 11 of P.L., c. (C.) (pending 24 before the Legislature as this bill) and civil penalties found by the 25 commissioner.¹

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8. (New section) a. A temporary help service firm which is 27 28 located, operates, or transacts business within this State shall 29 ²[register with the commissioner] <u>not make any designated</u> classification placements unless it is certified by the director to do 30 so,² in accordance with rules adopted by the ²[commissioner for 31 temporary help service firms $\frac{1}{2}$ director² and shall be subject to 32 P.L., c. (C.) (pending before the Legislature as this bill). 33 Each temporary help service firm ²seeking certification to make 34 designated classification placements² shall provide proof of an 35 employer account number issued by the commissioner for the 36 payment of unemployment insurance contributions as required 37 38 under the "unemployment compensation law," R.S.43:21-1 et seq., ²[and];² proof of valid workers' compensation insurance in effect at 39 the time of ²[registration] <u>certification</u>² covering all of its 40 employees²; on a form created by the director, the number of 41 temporary laborers previously in designated classification 42 43 placements whom the temporary help service firm has placed in a 44 permanent position with a third party client in the preceding 12 45 months as well as the percentage those permanent placements 46 represent of the total number of temporary laborers in designated

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classification placements contracted by the temporary help service 1 firm during the same period; and such other information as the 2 director may require pursuant to rules adopted under this section². 3 If, at any time, a ²[temporary help service firm's] <u>the</u>² workers' 4 compensation insurance coverage 2 for a temporary help service firm 5 that makes designated classification placements² lapses, the 6 temporary help service firm shall have an affirmative duty to report 7 the lapse of coverage to the ²[commissioner] director² and the 8 temporary help service firm's ²[registration] certification² shall be 9 suspended until the firm's workers' compensation insurance is 10 reinstated. ²<u>A temporary help service firm shall inform the director</u> 11 12 of any change or addition to the information required under this subsection within 30 days of the change or addition.² 13

The ²[commissioner] <u>director</u>² shall assess each temporary help 14 service firm ²seeking certification to make designated classification 15 placements² a non-refundable ²[registration] certification² fee not 16 exceeding \$2,000 per year per temporary help service firm and a 17 non-refundable fee not to exceed \$750 ²per year² for each branch 18 office or other location where the temporary help service firm 19 regularly ²[contracts] <u>conducts its business, including but not</u> 20 limited to contracting with and recruiting² with temporary laborers 21 for ²designated classification placement² services. The fee shall be 22 paid by check or money order, and the ²[commissioner] <u>director</u>² 23 may not refuse to accept a check on the basis that it is not a certified 24 check or a cashier's check. The ²[commissioner] <u>director</u>² may 25 charge an additional fee to be paid by a temporary help service firm 26 27 ²<u>that makes designated classification placements</u>² if the firm, or any person on the firm's behalf, issues or delivers a check to the 28 ²[commissioner] <u>director</u>² that is not honored by the financial 29 institution upon which it is drawn. The ²[commissioner] <u>director</u>² 30 31 shall adopt rules for violation hearings and penalties for violations 32 of P.L., c. (C.) (pending before the Legislature as this 33 bill). ²<u>The director shall give the commissioner access to any</u> information that the director receives pursuant to this section.² 34

²[At the time of registration with the commissioner each year, a 35 temporary help service firm shall provide the commissioner with a 36 37 report containing the information identified in paragraph (9) of 38 subsection a. of section 4 of P.L., c. (C.) (pending before 39 the Legislature as this bill), broken down by branch office, in the 40 aggregate for all temporary laborers assigned within New Jersey in 41 the prior year to be submitted on a form created by the 42 commissioner.]²

b. It is a violation of P.L., c. (C.) (pending before the
Legislature as this bill) to operate a temporary help service firm
²that makes designated classification placecments² without being

²[registered with] <u>certified by</u>² the ²[commissioner] <u>director</u>² in accordance with subsection a. of this section. The ²[Commissioner shall share a list of all registered temporary help service firms with the]² Division of Consumer Affairs in the Department of Law and Public Safety²[, and the division]² shall create and maintain on its Internet website, accessible to the public:

7 (1) a list of all ²[registered] <u>certified</u>² temporary help service
8 firms in the State ²<u>that make designated classification placements</u>²
9 whose ²[registration] <u>certification</u>² is in good standing;

(2) a list of temporary help service firms in the State ²that make
 <u>designated classification placements</u>² whose ²[registration]
 <u>certification</u>² has been suspended, including the reason for the
 suspension, the date that the suspension was initiated, and the date,
 if known, that the suspension is to be lifted; and

(3) a list of temporary help service firms in the State ²that make
 <u>designated classification placements</u>² whose ²[registration]
 <u>certification</u>² has been revoked, including the reason for the
 revocation and the date that the ²[registration] <u>certification</u>² was
 revoked.

20 The ²[commissioner] <u>director</u>² shall assess a penalty against any 21 temporary help service firm ²<u>that makes designated classification</u> 22 <u>placements and</u>² that fails to ²[register with the commissioner] 23 <u>obtain a certification from the director</u>² in accordance with P.L. , 24 c. (C.) (pending before the Legislature as this bill) or any

rules adopted under P.L., c. (C. 25) (pending before the Legislature as this bill) of ¹[\$500] <u>\$5,000</u>¹ for each violation. Each 26 day during which a person operates as a temporary help service firm 27 ²that makes designated classification placements² without being 28 ²[registered] <u>certified</u>² as a temporary help service firm with the 29 30 ²[commissioner] <u>director pursuant to this section</u>² shall be a 31 separate and distinct violation of P.L., c. (C.) (pending 32 before the Legislature as this bill). That penalty shall be collected by the ²[commissioner] $\underline{director}^2$ in a summary proceeding in 33 accordance with the "Penalty Enforcement Law of 1999," P.L.1999, 34 35 c.274 (C.2A:58-10 et seq.).

36 A temporary help service firm 2 <u>that makes designated</u> 37 <u>classification placements</u> 2 shall obtain a surety bond issued by a 38 surety company admitted to do business in this State. The principal 39 sum of the bond shall not be less than \$200,000. A copy of the bond 40 shall be filed with the 2 [commissioner] <u>director</u> 2 .

The bond required by this section shall be in favor of, and payable to, the people of the State of New Jersey, and shall be for the benefit of any temporary laborer damaged by the temporary help service firm's failure to pay wages, interest on wages, or fringe benefits, or damaged by violation of this section.

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Thirty days prior to the cancellation or termination of any surety
bond required by this section, the surety shall send written notice to
both the temporary help service firm and the ²[commissioner]
<u>director</u>² identifying the bond and the date of the cancellation or
termination.
A temporary help service firm ²that makes designated
<u>classification placements</u>² shall not conduct any business until it

 $\frac{\text{classification placements}}{2}$ shall not conduct any business until it obtains a new surety bond and files a copy of it with the $\frac{2[\text{commissioner}] \text{director}^2}{2}$.

This subsection shall not apply to a temporary help service firm
whose temporary laborers are covered by a valid collective
bargaining agreement, if the agreement expressly provides for:

13 (1) Wages;

14 (2) Hours of work;

15 (3) Working conditions;

16 (4) An expeditious process to resolve disputes concerning17 nonpayment of wages;

18 (5) Documentation of its current workers' compensation19 insurance policy in effect for the temporary laborers; and

20 (6) Compliance with all provisions of this section.

c. The principal executive officer of a temporary help service
firm ²that makes designated classification placements² shall certify
under oath at the time of ²[registration] certification² of the
temporary help service firm each year on a form created by the
²[commissioner] director² that:

(1) the signing officer has reviewed the ²[registration]
<u>certification</u>² form of the temporary help service firm and
confirmed the information is true and accurate to the best of the
officer's knowledge;

30 (2) the signing officer has reviewed the recordkeeping practices
31 of the temporary help service firm and confirmed that the
32 recordkeeping practices comply with the requirements of section 4
33 of P.L. , c. (C.) (pending before the Legislature as this bill)
34 to the best of his or her knowledge;

35 (3) the signing officer has reviewed the temporary help service firm's filing as required by subsection 2 [b.]<u>a.</u>² of section 2 [7]<u>8</u>² of 36 P.L., c. (C.) (pending before the Legislature as this bill), 37 38 related to the placement of temporary laborers in permanent 39 positions with third party clients and has confirmed that those 40 practices comply with the requirements of section 7 of) (pending before the Legislature as this bill) 41 P.L., c. (C. ²and section 14 of P.L.1981, c.1 (C.56:8-1.1),² to the best of the 42 43 officer's knowledge;

44 (4) the signing officer has reviewed the temporary help service
45 firm's practices related to the transportation of temporary laborers
46 and has confirmed that those practices comply with the

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) (pending before

requirements of section 5 of P.L., c. (C.

2 the Legislature as this bill) to the best of the officer's knowledge; 3 (5) the signing officer has reviewed and is responsible for the surety bond posted by the temporary help service firm and its 4 5 renewals; and 6 (6) the signing officer: (a) is responsible for establishing and maintaining internal 7 8 controls to comply with the recordkeeping requirements; and (b) has evaluated the effectiveness of the internal controls. 9 d. An applicant is not eligible to ² [register] <u>obtain or renew a</u> 10 <u>certification²</u> to operate a temporary help service firm 2 <u>that makes</u> 11 designated classification placements² under P.L., c. (C. 12) (pending before the Legislature as this bill) if the applicant or any 13 14 of its officers, directors, partners, or managers or any owner having 15 25 percent or greater beneficial interest: (1) has been involved, as owner, officer, director, partner, or 16 manager, of a temporary help service firm the registration $2 \frac{1}{2}$ 17 certification² of which has been revoked or suspended without 18 being reinstated within the five years immediately preceding the 19 filing of the application; or (2) is under the age of 18. 20 e. Every temporary help service firm ²that makes designated 21 classification placements² shall post and keep posted at each 22 location, in a position easily accessible to all employees, notices as 23 24 supplied and required by the commissioner containing a copy or) (pending before 25 summary of the provisions of P.L., c. (C. the Legislature as this bill), and a notice which informs the public 26 of a toll-free telephone number operated by the commissioner for 27 temporary laborers 2 in designated classification placements 2 and the 28 public to file wage dispute complaints and other alleged violations 29 by temporary help service firms ²that make designated 30 classification placements². The notices shall be in English or any 31 other language generally understood in the locale of the temporary 32

33 help service firm.

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f. No temporary help service firm shall be permitted to
²[register] <u>obtain or renew a certification</u>² to ²[operate] <u>make</u>
<u>designated classification placements</u>² in New Jersey until it has
complied with the requirements of this section.

²g. Notwithstanding any law, rule, or regulation to the contrary, 38 any person or entity that meets the definition of temporary help 39 40 service firm and that makes designated classification placements as those terms are defined in section 2 of P.L., c. (C.) 41 (pending before the Legislature as this bill), shall obtain a 42 43 certification pursuant to this section and otherwise comply with the 44 provisions of P.L., c. (C.) (pending before the Legislature 45 as this bill), regardless of whether the person or entity is licensed or 46 registered as one or more of the entities identified in section 1 of P.L.1989, c.331 (C.34:8-43). 47

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h. The requirements of this section shall be in addition to those 1 2 imposed by any other applicable law, rule, or regulation, including 3 section 14 of P.L.1981, c.1 (C.56:8-1.1) and any rules or regulations 4 promulgated thereunder. A temporary help service firm shall not 5 receive a certification under this section unless it is either registered 6 as a temporary help service firm pursuant to section 14 of P.L.1981, c.1 (C.56:8-1.1) and any rules or regulations promulgated 7 8 thereunder, or licensed or registered as an entity authorized by any other law, rule, or regulation to provide temporary help services.² 9 10 (New section) ¹[a.]¹ It is a violation of P.L. 11 9. 12 c. (C.) (pending before the Legislature as this bill) for a third party client to enter into a contract 2 with a temporary help service 13 14 firm not certified under section 8 of P.L., c. (C.) (pending before the Legislature as this bill),² for the ²[employment] 15 assignment² of a temporary laborer ²[with a temporary help service 16 firm not registered under section 8 of P.L., c. 17 (C.) (pending before the Legislature as this bill)] to a designated 18 classification placement². A third party client shall verify a 19 temporary help service firm's status with the ²[commissioner] 20 director² before entering into a contract with the temporary help 21 service firm ²for the assignment of a temporary laborer to a 22 designated classification placement², and on March 1 and 23 24 September 1 of each year. A temporary help service firm shall provide each of its third 25 party clients with proof of valid ² [registration] <u>certification</u>² issued 26 by the ²[commissioner] $\underline{director}^2$ at the time of entering into a 27 contract ²for the assignment of a temporary laborer to a designated 28 classification placement². A temporary help service firm shall be 29 required to notify, both by telephone and in writing, each temporary 30 laborer it ²[employs] assigns to a designated classification 31 <u>placement²</u> and each third party client with whom it has a contract 32 ²for the assignment of a temporary laborer to a designated 33 classification placement² within 24 hours of any denial, suspension, 34 ²[or],² revocation², or non-renewal² of its ²[registration] 35 <u>certification</u>² by the ²[commissioner] <u>director</u>². All contracts 36 37 between any temporary help service firm and any third party client ²for the assignment of a temporary laborer to a designated 38 <u>classification placement²</u> shall be considered null and void from the 39 date any denial, suspension, ²[or]², revocation², or non-renewal² of 40 ²[registration] <u>certification</u>² becomes effective and until such time 41 as the temporary help service firm becomes ²[registered] <u>certified</u>² 42 and considered in good standing by the ²[commissioner] <u>director</u>² 43 as provided in section 8 of P.L., c. (C.) (pending before 44 45 the Legislature as this bill).

Upon request, the ²[commissioner] <u>director</u>² shall provide to a 1 third party client a list of entities ²[registered] <u>certified</u>² as 2 temporary help service firms ² pursuant to section 8 of P.L. 3 c. (C.) (pending before the Legislature as this bill)². ²[The 4 5 commissioner shall share a list of all registered temporary help service firms with the Division of Consumer Affairs, and the 6 division shall provide on its Internet website a list of entities 7 registered as temporary help service firms. $]^2$ A third party client 8 may rely on information provided by the ²[commissioner] director² 9 or maintained on the ²[division's] <u>Division of Consumer Affair's</u>² 10 website pursuant to section 8 of P.L., c.) (pending 11 (C. 12 before the Legislature as this bill), and shall be held harmless if such information maintained or provided by the ²[commissioner] 13 $\underline{\operatorname{director}}^{\mathbf{2}}$ or the division was inaccurate. Any third party client that 14 violates this section shall be subject to a civil penalty not to exceed 15 16 \$500. Each day during which a third party client contracts with a 17 person operating as a temporary help service firm but not ²[registered] certified² as a temporary help service firm under 18 19 section 8 of P.L., c. (C.) (pending before the Legislature 20 as this bill), shall constitute a separate and distinct offense. 21 ¹[b. If a third party client leases or contracts with a temporary 22 help service firm for the services of a temporary laborer, the third

help service firm for the services of a temporary laborer, the third
party client shall be, with the temporary help service firm, jointly
and severally responsible for:

(1) the payment of wages under the "New Jersey State Wage and
Hour Law," P.L.1966, c.113 (C.34:11-56a et seq.), P.L.1965, c.173
(C.34:11-4.1 et seq.), R.S.34:11-57, and P.L.1952, c.9 (C.34:1156.1 et seq.); and

29 (2) any violation of P.L. , c. (C.) (pending before the
30 Legislature as this bill).]¹

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32 10. (New section) a. It is a violation of P.L..., c....(C.) 33 (pending before the Legislature as this bill) for a temporary help 34 service firm or third party client, or any agent of a temporary help 35 service firm or third party client, to retaliate through discharge or in any other manner against any temporary laborer ²in a designated 36 classification placement² for exercising any rights granted under 37 38 P.L., c. (C.) (pending before the Legislature as this bill). The termination or disciplinary action by a temporary help service firm 39 40 against a temporary laborer ²in a designated classification placement² within 90 days of the person's exercise of rights 41 42 protected under P.L., c. (C.) (pending before the Legislature 43 as this bill) shall raise a rebuttable presumption of having done so 44 in retaliation for the exercise of those rights. Such retaliation shall 45 subject a temporary help service firm or third party client, or both,

to civil penalties pursuant to P.L., c. (C.) (pending before
the Legislature as this bill) or a private cause of action.

b. It is a violation of P.L., c. (C.) (pending before the
Legislature as this bill) for a temporary help service firm or third
party client to retaliate against a temporary laborer ²in a designated
classification placement² for:

(1) making a complaint to a temporary help service firm, to a
third party client, to a co-worker, to a community organization,
before a public hearing, or to a State or federal agency that rights
guaranteed under P.L., c. (C.) (pending before the Legislature
as this bill) have been violated;

12 (2) instituting any proceeding under or related to
13 P.L., c. (C.) (pending before the Legislature as this bill);
14 or

(3) testifying or preparing to testify in an investigation or
proceeding under P.L., c. (C.) (pending before the
Legislature as this bill).

18 When the commissioner finds that a temporary help service c. 19 firm or third party client has violated this section, the commissioner 20 is authorized to assess and collect administrative penalties, up to a 21 maximum of \$250 for a first violation and up to a maximum of 22 \$500 for each subsequent violation, specified in a schedule of 23 penalties to be promulgated as a rule or regulation by the 24 commissioner in accordance with the "Administrative Procedure 25 Act," P.L.1968, c.410 (C.52:14B-1 et seq.). When determining the amount of the penalty imposed because of a violation, the 26 27 commissioner shall consider factors which include the history of previous violations by the employer, the seriousness of the 28 29 violation, the good faith of the employer and the size of the 30 employer's business. No administrative penalty shall be levied 31 pursuant to this section unless the commissioner provides the 32 alleged violator with notification of the violation and of the amount 33 of the penalty by certified mail and an opportunity to request a 34 hearing before the commissioner or his designee within 15 days 35 following the receipt of the notice. If a hearing is requested, the 36 commissioner shall issue a final order upon such hearing and a 37 finding that a violation has occurred. If no hearing is requested, the 38 notice shall become a final order upon expiration of the 15-day 39 period. Payment of the penalty is due when a final order is issued 40 or when the notice becomes a final order. Any penalty imposed 41 pursuant to this section may be recovered with costs in a summary 42 proceeding commenced by the commissioner pursuant to "the 43 penalty enforcement law" (N.J.S. 2A:58-1 et seq.). Any sum 44 collected as a fine or penalty pursuant to this section shall be 45 applied toward enforcement and administration costs of the 46 Department of Labor and Workforce Development.

1 11. (New section) a. A person aggrieved by a violation of 2 P.L., c. (C.) (pending before the Legislature as this bill) by 3 a temporary help service firm or a third party client may institute a 4 civil action in the Superior Court, in the county where the alleged 5 offense occurred or where any temporary laborer who is party to the 6 action resides, without regard to exhaustion of any alternative 7 administrative remedies provided in P.L., c. (C.) (pending 8 before the Legislature as this bill).

A temporary help service firm aggrieved by a violation of P.L., c. (C.) (pending before the Legislature as this bill) by a third party client may institute a civil action in the Superior Court, in the county where the alleged offense occurred or where the temporary help service firm which is party to the action is located.

An action may be brought by one or more temporary laborers employed by the temporary help service firm for and on behalf of themselves and other temporary laborers similarly situated against the temporary help service firm or a third party client.

18 Notwithstanding any other relief provided under any other 19 provision of law, a temporary laborer whose rights have been 20 violated under P.L. , c. (C.) (pending before the Legislature as this bill) by a temporary help service firm or a third 21 22 party client or a temporary help service firm whose rights have been 23 violated under P.L. , c.) (pending before the (C. 24 Legislature as this bill) by a third party client is entitled to the 25 following relief:

26 (1) in the case of any violation of subsection a. of section 7 of 27 P.L. , c.) (pending before the Legislature as this bill) (C. 28 relating to any unlawful restrictions by a temporary help service 29 firm on the right of a temporary laborer to accept a permanent 30 position for any other employment or the right of a third party client 31 to offer such employment to a temporary laborer, \$50 for each 32 temporary laborer affected by the temporary help service firm 's 33 policy, practice, or agreement and for each day that policy, practice, 34 or agreement is in effect, plus actual damages;

(2) in the case of unlawful retaliation, the greater of all legal or
equitable relief as may be appropriate or liquidated damages equal
to \$20,000 per incident of retaliation, at the selection of the
aggrieved temporary laborer, and reinstatement, if appropriate; and
(3) attorney's fees and costs.

b. The right of an aggrieved person to bring an action under
this section terminates upon the passing of six years from the final
date of employment by the temporary help service firm or the third
party client or upon the passing of six years from the date of
termination of the contract between the temporary help service firm
and the third party client.

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47 12. (New section) a. The ²[commissioner] $\underline{\text{director}}^2$ shall have 48 the authority to deny, ²suspend,² revoke, or refuse to renew any

) (pending before the Legislature as this bill).

²[registration] certification² issued under section 8 of P.L.

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b. The ²[commissioner] <u>director</u>² shall notify a temporary help 3 service firm in writing by mail of the denial, ²suspension 4 of,² revocation of, or refusal to renew the ² [registration] 5 <u>certification</u>² and the reason for the denial, 2 <u>suspension of</u>,² 6 revocation, or refusal. The ²[commissioner shall also notify the]² 7 8 Division of Consumer Affairs ²[of] shall update the list of 9 temporary help service firms certified to make designated classification placements on its website to reflect² any denial, 10 ²<u>suspension</u>,² revocation or refusal to renew the ²[registration] 11 certification² of a temporary help service firm²[, and the division 12 shall update its list of registered temporary help service firms on the 13 14 Division of Consumer Affairs' website to reflect these changes $]^2$. The ²[commissioner] <u>director</u>² may deny, ²<u>suspend</u>,² revoke, or 15 refuse to renew any ² [registration] certification² issued under 16 section 8 of P.L. 17 , c. (C.) (pending before the Legislature 18 as this bill) on the following grounds: 19 (1) The temporary help service firm is in default of payment of the ²[registration] certification² fee required under section 8 of 20) (pending before the Legislature as this bill), 21 P.L., c. (C. fails to obtain $\frac{2}{\text{or maintain}}^2$ or terminates the surety bond required 22 23 under section 8 of P.L., c. (C.) (pending before the 24 Legislature as this bill), or otherwise fails to comply with the 25 requirements under section 8 of P.L., c. (C.) (pending 26 before the Legislature as this bill); (2) The ² [registration] $\underline{\text{certification}}^2$ required under section 8 of 27 P.L. , c. (C.) (pending before the Legislature as this bill) 28 29 was procured by fraud or false representation of fact; 30 (3) The temporary help service firm is subject to a court order 31 entering final judgment for violations of P.L., c. (C.) (pending before the Legislature as this bill) or for violations of 32 33 P.L.1966, c.113 (C.34:11-56a et seq.) and the judgment was not 34 satisfied within 30 days of either: (a) the expiration of the time for filing an appeal from the final 35 36 judgment order; or 37 (b) if a timely appeal was made, the date of the final resolution 38 of that appeal and any subsequent appeals resulting in final judicial 39 affirmation of the findings of a violation; (4) The temporary help service firm has failed to comply with 40 41 the terms of an administrative penalty or final order, within 30 days of issuance of that penalty or order, issued by the commissioner $2 \frac{1}{2}$ 42 the director² pursuant to P.L., c. (C.) (pending before the 43 Legislature as this bill) or ² issued by the commissioner pursuant to² 44 P.L.1966, c.113 (C.34:11-56a et seq.) for which all appeal rights 45 have been exhausted; ²[or]² 46

1 (5) The temporary help service firm has been determined 2 through a separate enforcement process to be operating in violation 3 of any law²; or

4 (6) The temporary help service firm has committed one or more violations of P.L., c. (C.) (pending before the Legislature as 5 6 this bill), that have jeopardized the public health, safety, or welfare, 7 or that call into question the firm's ability to operate as a temporary help service firm in compliance with P.L., c. (C.) (pending 8 9 before the Legislature as this bill). 10 c. If a temporary help service firm's application for initial 11 registration or renewal is denied pursuant to section 14 of P.L.1981, 12 c.1 (C.56:8-1.1) or any rules or regulations promulgated thereunder, or if a temporary help service firm's registration is suspended, 13 14 revoked, or not renewed for any reason, the director shall take the same action against the temporary help service firm with respect to 15 16 an application or a certification under section 8 of P.L. ____ c. (C.) (pending before the Legislature as this bill). If a 17 18 person or entity that holds or seeks a license or registration that 19 authorizes the person or entity to provide temporary help services 20 pursuant to any other law, rule, or regulation is denied such license 21 or registration, or if such license or registration is suspended, 22 revoked, or not renewed for any reason, the director shall take the 23 same action against the temporary help service firm with respect to 24 an application or a certification under section 8 of P.L. 25 c. (C.) (pending before the Legislature as this bill). 26 d. The director shall not deny, revoke, or refuse to renew a 27 certification under this section except upon reasonable notice to, 28 and opportunity to be heard by, the applicant or certification-holder. 29 The director may, if the director finds it to be in the public interest, 30 suspend a certification for any period of time that the director 31 determines to be proper, or assess a penalty in lieu of suspension, or 32 both, and may issue a new certification, notwithstanding the 33 revocation of a prior certification, provided the director finds the

34 <u>applicant to have become entitled to a new certification</u>².

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36 13. Section 1 of P.L.1989, c.331 (C.34:8-43) is amended to read
37 as follows:

38 1. As used in [this act] <u>P.L.1989, c.331 (C.34:8-43 et al.)</u>:

39 "Accepting employment" means that a job seeker has entered40 into an agreement with an employer which includes:

(1) The terms and conditions of employment;

42 (2) The salary or wages and any benefits to be paid to the job43 seeker as compensation for employment; and

44 (3) The date, time and place employment will commence.

"A career consulting or outplacement organization" means any
person, required to be registered under section 24 of [this act]
<u>P.L.1989, c.331 (C.34:8-65)</u>, providing or rendering services, with
or without related products, in connection with advice, instruction,

analysis, recommendation or assistance concerning past, present, or
 future employment or compensation for an individual's time, labor
 or effort.

"Agent" means any individual who performs any function or
activity for or on behalf of any person, the purpose of which is to
provide services or products to individuals seeking employment,
career guidance or counseling, or employment related services or
products.

9 "Applicant" means any person applying for licensing or 10 registration under [this act] P.L.1989, c.331 (C.34:8-43 et al.).

"Attorney General" means the Attorney General of this State or adesignee.

"Baby sitter" means and includes any individual under 16 years 13 of age, other than a registered nurse or a licensed nurse, entrusted 14 temporarily with the care of children during the absence of their 15 16 parents, guardians, or individuals standing in loco parentis to them. 17 This definition shall not include persons regularly employed by 18 agencies, or institutions operated by or under the control or 19 supervision of this State, or any of its political subdivisions, nor any child care facilities operated for the care of children when the 20 21 facilities are similarly controlled or supervised.

"Booking agency" means any person who procures, offers,
promises, or attempts to procure employment for performing artists,
or athletes, not under the jurisdiction of the Athletic Control Board,
and who collects a fee for providing those services.

"Bureau" means the Bureau of Employment and Personnel
Services in the Division of Consumer Affairs within the Department
of Law and Public Safety created pursuant to section 2 of [this act]
<u>P.L.1989, c.331 (C.52:17B-139.4)</u>.

30 "Career counseling service" means any business that, through its 31 agents or otherwise, procures or represents itself as procuring 32 employment or employment assistance or advertises in any manner 33 the following services for a fee: career counseling; vocational 34 guidance; aptitude, achievement or vocational testing; executive consulting; personnel consulting; career management, evaluation, or 35 36 planning; the development of resumes and other promotional 37 materials relating to the preparation for employment; or referral 38 services relating to employment or employment qualifications. A 39 career counseling service shall be licensed as an employment agency pursuant to the provisions of [this act] P.L.1989, c.331 40 41 (C.34:8-43 et al.). A career counseling service shall not include 42 career consulting or outplacement organizations required to be 43 registered under section 24 of [this act] P.L.1989, c.331 (C.34:8-44 65).

45 "Chief" means the Chief of the Bureau of Employment and46 Personnel Services.

"Consulting firm" means any person required to be registered 1 2 under section 23 of [this act] P.L.1989, c.331 (C.34:8-64) that: (1) Identifies, appraises, refers or recommends individuals to be 3 4 considered for employment by the employer; and 5 (2) Is compensated for services solely by payments from the 6 employer and is not, in any instance, compensated, directly or 7 indirectly, by an individual who is identified, appraised, referred or 8 recommended. 9 "Director" means the Director of the Division of Consumer 10 Affairs in the Department of Law and Public Safety, or his 11 designee. 12 "Employer" means a person seeking to obtain individuals to perform services, tasks, or labor for which a salary, wage, or other 13 14 compensation or benefits are to be paid. "Employment agency" means any person who, for a fee, charge 15 16 or commission: Procures or obtains, or offers, promises or attempts to 17 (1)18 procure, obtain, or assist in procuring or obtaining employment for 19 a job seeker or employees for an employer; or 20 (2) Supplies job seekers to employers seeking employees on a 21 part-time or temporary assignment basis who has not filed 22 notification with the Attorney General pursuant to the provisions of section [1] 14 of P.L.1981, c.1 (C.56:8-1.1); or 23 24 (3) Procures, obtains, offers, promises or attempts to procure or 25 obtain employment or engagements for actors, actresses, 26 performing artists, vocalists, musicians or models; or 27 Acts as a placement firm, career counseling service, or (4) 28 resume service; or 29 (5) Acts as a nurses' registry. ²[<u>"Employment agency" does not mean "temporary help service</u> 30 firm" as that term is defined and used in sections 1 through 12 of 31 P.L., c. (C.) (pending before the Legislature as this bill).]² 32 33 The director shall have the authority to determine, from time to 34 time, that a particular employment agency or career-related service or product, not otherwise expressly subject to the provisions of 35 36 [this act] P.L.1989, c.331 (C.34:8-43 et al.), is subject to whichever 37 requirements of [this act he] P.L.1989, c.331 (C.34:8-43 et al.) the 38 director deems appropriate. 39 "Fee, charge or commission" means any payment of money, or 40 promise to pay money to a person in consideration for performance 41 of any service for which licensure or registration is required by 42 [this act] P.L.1989, c.331 (C.34:8-43 et al.), or the excess of money 43 received by a person furnishing employment or job seekers over 44 what he has paid for transportation, transfer of baggage or lodging 45 for a job seeker. "Fee, charge or commission" shall also include the difference between the amount of money received by any person 46 47 who either furnishes job seekers or performers for any

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entertainment, exhibition or performance, or who furnishes baby

sitters for any occasion, and the amount paid by the person to the

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3 job seekers, performers or baby sitters. 4 "Job listing service" means any person required to be registered under section 25 of [this act] P.L.1989, c.331 (C.34:8-66) who, by 5 6 advertisement or other means, offers to provide job seekers with a 7 list of employers, a list of job openings or a similar publication, or 8 prepares resumes or lists of applicants for distribution to potential 9 employers, where a fee or other valuable consideration is exacted or 10 attempted to be collected, either directly or indirectly. 11 "Job seeker" means any individual seeking employment, career 12 guidance or counseling or employment related services or products. "Job seeker contingent liability" means a provision in an 13 agreement between an employment agency and a job seeker 14 whereby the job seeker may become liable, in whole or in part, to 15 16 pay a fee, charge or commission of any amount, directly or 17 indirectly, on account of any service rendered by the employment 18 agency. 19 "Just cause for voluntary termination of employment by a job seeker" means and includes, but is not limited to, cases in which 20 21 material misrepresentations of the terms or conditions of 22 employment have been relied upon by a job seeker who would not 23 have accepted the employment if the grounds for termination were 24 known before acceptance of the employment. 25 "License" means a license issued by the director to any person 26 to: 27 (1) Carry on the business of an employment agency; and 28 (2) Perform, as an agent of the agency, any of the functions 29 related to the operation of the agency. 30 "Performing artist" means a model, musical, theatrical or other 31 entertainment performer employed or engaged individually or in a 32 group. 33 "Person" means any natural person or legal representative, 34 partnership, corporation, company, trust, business entity or 35 association, and any agent, employee, salesperson, partner, officer, 36 director, member, stockholder, associate, trustee or cestuis que 37 trustent thereof. 38 "Prepaid computer job matching service" means any person 39 required to be registered under section 25 of [this act] P.L.1989, 40 c.331 (C.34:8-66) who is engaged in the business of matching job 41 seekers with employment opportunities, pursuant to an arrangement 42 under which the job seeker is required to pay a fee in advance of, or 43 contemporaneously with, the supplying of the matching, but which 44 does not otherwise involve services for the procurement of 45 employment by the person conducting the service. 46 "Primary location" means an address used for 90 or more 47 calendar days by a person for the conduct of an activity regulated 48 under [this act] P.L.1989, c.331 (C.34:8-43 et al.).

"Principal owner" means any person who, directly or indirectly,

2 holds a beneficial interest or ownership in an applicant or who has 3 the ability to control an applicant. 4 "Temporary employment" means employment in which the 5 duration is fixed as some definite agreed period of time or by the 6 occurrence of some specified event, either of which shall be clearly 7 stated to all parties at the time of referral to the employment. 8 "Temporary help service firm" means any person who operates a 9 business which consists of employing individuals directly or 10 indirectly for the purpose of assigning the employed individuals to 11 assist the firm's customers in the handling of the customers' 12 temporary, excess or special work loads, and who, in addition to the 13 payment of wages or salaries to the employed individuals, pays 14 federal social security taxes and State and federal unemployment 15 insurance; carries worker's compensation insurance as required by 16 State law; and sustains responsibility for the actions of the 17 employed individuals while they render services to the firm's 18 customers. A temporary help service firm is required to comply 19 with the provisions of P.L.1960, c.39 (C.56:8-1 et seq.). 20 (cf: P.L.1989, c.331, s.1) 21 ²14. The rights and obligations established by P.L. 22 23 (C.) (pending before the Legislature as this bill) shall be in 24 addition to those set forth in P.L.1960, c.39 (C.56:8-1 et seq.) and 25 any rules or regulations promulgated thereunder; P.L.1989, c.331 (C.34:8-43 et seq.) and any rules or regulations promulgated

26 (C.34:8-43 et seq.) and any rules or regulations promulgate
 27 thereunder; and any other applicable law, rule, or regulation.²

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²15. There is appropriated from the General Fund to the
Department of Labor and Workforce Development the sum of
\$1,000,000 for the purpose of funding the Department's activities
under P.L., c. (C.) (pending before the Legislature as this
bill).²

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35 ²[14.]<u>16.²</u> This act shall take effect ¹[immediately] on the ³⁶ ²[90th] <u>180th²</u> day after the date of enactment¹ ², except that ³⁷ sections 3 and 10 shall take effect on the 90th day after the date of ³⁸ enactment, provided however that the commissioner and director ³⁹ may take such anticipatory action as deemed necessary prior to the ⁴⁰ effective date².

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Provides certain protections and rights for temporary laborers.