Fifty-seventh Legislative Assembly of North Dakota

## SENATE BILL NO. 2226

Introduced by

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Senators Watne, Mutch

Representative N. Johnson

- 1 A BILL for an Act to amend and reenact sections 34-01-20 and 34-11.1-04 of the North Dakota
- 2 Century Code, relating to prohibited employer retaliation for employee reporting of violations of
- 3 laws, ordinances, or regulations.

## 4 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 5 **SECTION 1. AMENDMENT.** Section 34-01-20 of the 1999 Supplement to the North Dakota Century Code is amended and reenacted as follows:
- 7 34-01-20. Employer retaliation prohibited Civil action for relief Penalty.
  - An employer may not discharge, discipline, threaten discrimination, or penalize an employee regarding the employee's compensation, conditions, location, or privileges of employment because:
    - a. The employee, or a person acting on behalf of an employee, in good faith, reports a violation or suspected violation of federal er, state, or local law, ordinance, regulation, or rule to an employer er to, a governmental body, or a law enforcement official.
    - b. The employee is requested by a public body or official to participate in an investigation, a hearing, or an inquiry.
    - c. The employee refuses an employer's order to perform an action that the employee believes violates <u>local</u>, state, or federal law <u>er</u>, <u>ordinance</u>, rule, or regulation. The employee must have an objective basis in fact for that belief and shall inform the employer that the order is being refused for that reason.
  - 2. An employer who willfully violates this section is guilty of an infraction.
  - An employee asserting a violation of this section may bring a civil action for injunctive relief or actual damages, or both, within ninety three hundred days after the alleged violation, completion of proceedings under subsection 4, or completion

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of any grievance procedure available to the employee under the employee's collective bargaining agreement, employment contract, or any public employee statute, rule, or policy, whichever is later. If the court determines that a violation has or is occurring under this section, the court may order, as the court deems appropriate, reinstatement of the employee, backpay for no more than two years after the violation, reinstatement of fringe benefits, temporary or permanent injunctive relief, or any combination of these remedies. Interim earnings or amounts earnable with reasonable diligence by the employee, from the same employer, must reduce backpay otherwise allowable. In any action under this section, the court may award reasonable attorneys' fees to the prevailing party as part of the costs of litigation. An employee whose collective bargaining agreement, employment contract, or public employee rights provides a process through which recourse for conduct prohibited by subsection 1 is available must exercise that process to completion before commencing an action under this subsection, and if that process provides for judicial review by statutory appeal, then recourse under this subsection is not available.

4. The department of labor may shall receive complaints of violations of this section and may attempt to obtain voluntary compliance with this section through informal advice, negotiation, or conciliation. In order to receive assistance from the department of labor, a person claiming to be aggrieved by a violation of this section must shall file a complaint with the department within three hundred days after the alleged act of wrongdoing. An employee is not prohibited from filing, or required to file, a complaint with the department of labor under this subsection before proceeding under other provisions of this section.

**SECTION 2. AMENDMENT.** Section 34-11.1-04 of the North Dakota Century Code is amended and reenacted as follows:

## 34-11.1-04. Violations for misuse reported by employee - Reprisals prohibited - Furnishing false information.

 An employee may, without fear of reprisal, report in writing to their respective agency head, a state's attorney, the attorney general, or an employee organization the existence of:

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board.

1 A job related violation of local, state, or federal law, rule, regulation, or a. 2 ordinance. 3 b. A job related violation of state or federal agency rules. The job related misuse of public resources. 4 C. 5 2. For having made a report under subsection 1 no employee will: 6 Be dismissed from employment. a. 7 Have salary increases or employment-related benefits withheld. b. 8 C. Be transferred or reassigned. 9 Be denied a promotion which that the employee otherwise would have d. 10 received. 11 e. Be demoted. 12 f. Be discriminated against in any term or condition of employment. 13 3. An employee who intentionally furnishes false information is subject to disciplinary 14 action, including suspension or dismissal as determined by the employee's 15 appointing authority or designee. An employee dismissed under this subsection 16 may appeal first to the state personnel board and then to the district court in the 17 manner prescribed by chapter 28-32, or to other appropriate offices and then to 18 district court if the employee is not under the jurisdiction of the state personnel