11.0321.02004

## FIRST ENGROSSMENT

Sixty-second Legislative Assembly of North Dakota

## **ENGROSSED SENATE BILL NO. 2138**

Introduced by

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Senators Hogue, Nodland, Larsen

Representatives Bellew, Damschen, Headland

- 1 A BILL for an Act to create and enact a new section to chapter 34-14 of the North Dakota
- 2 Century Code, relating to employer's payment of accrued paid time off.

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

4 **SECTION 1.** A new section to chapter 34-14 of the North Dakota Century Code is created and enacted as follows:

## Limitations on accrued paid time off - Investigation.

- 1. If an employee separates from employment voluntarily, a private employer may withhold payment for accrued paid time off if:
- a. At the time of hiring, the employer provided the employee written notice of the limitation on payment of accrued paid time off;
- b. The employee has been employed by the employer for less than two years; and
  - <u>c.</u> <u>The employee gave the employer less than ten days' written or verbal notice.</u>
- 1. If a private sector employee separates from employment voluntarily and following that separation the employer is unsuccessful in locating or contacting the employee in order to pay any accrued paid time off, that employer's obligation to pay the accrued paid time off ceases two years from the date wages are due to be paid under section 34-14-03. This section does not apply if during the two-year period there is a change in the employer's physical address or mailing address.
- 2. As provided under section 34-14-05, an employee may report a violation under this section. If a report of violation is made within thirty days of the alleged violation, the labor commissioner shall investigate the merits of the claim. If a report is made more than thirty days following the alleged violation, the commissioner may investigate the merits of the claim.