HOUSE No. 4443

The Commonwealth of Massachusetts

HOUSE OF REPRESENTATIVES, February 29, 2024.

The committee on Labor and Workforce Development, to whom were referred the petition (accompanied by bill, Senate, No. 1182) of Barry R. Finegold for legislation to clarify the process for paying the wages of dismissed employees, and the petition (accompanied by bill, House, No. 1944) of Jeffrey N. Roy relative to clarifying the process for paying the wages of dismissed employees, reports recommending that the accompanying bill (House, No. 4443) ought to pass.

For the committee,

KIP A. DIGGS.

The Commonwealth of Massachusetts

In the One Hundred and Ninety-Third General Court (2023-2024)

An Act clarifying the process for paying the wages of dismissed employees.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- SECTION 1. Section 150 of chapter 149 of the General Laws is hereby amended by
- 2 inserting after the word "him", in the second sentence, the following:-
- 3 "or the payment of demanded wages pursuant to section 204 of this chapter,"
- 4 SECTION 2. Chapter 149 of the General Laws is hereby amended by inserting after
- 5 section 203 the following section:-
- 6 Section 204. Right to Cure
- 7 (a) After termination of a person's employment, claims that are brought to recover unpaid
- 8 employment-based compensation resulting from a violation of sections 33E, 52E, 148, 148A,
- 9 148B, 148C, 150C, 152, 152A, 159C or 190 or section 19 of chapter 15 and that seek treble
- damages under section 150 of chapter 149 shall be preceded by a written demand for relief to the
- employer specifying those sums due and the reasons therefor. Upon receipt of such a demand for
- relief, the employer shall have fifteen business days to cure any asserted deficiency by making

payment in full to the aggrieved claimant. The employer shall have no liability for attorneys' fees or for treble damages under section 150 of chapter 149 should the employer cure the violation by paying, within fifteen days of receiving the written demand, any deficiency in such compensation payments: (i) that are indisputably due; or (ii) upon a showing that the violation was the result of a good faith miscalculation, error or reliance on erroneous information from a third party.

(b) In any action that is brought to recover unpaid employment-based compensation resulting from a violation of sections 33E, 52E, 148, 148A, 148B, 148C, 150C, 152, 152A, 159C or 190 of this chapter or section 19 of chapter 151 and that seeks treble damages under section 150 of this chapter, if the employer shows to the satisfaction of the court that the employer's act or omission giving rise to such action was in good faith, and that the employer had reasonable grounds for believing that its act or omission was not a violation of such laws, the court may, in its sound discretion, award single, double or treble damages.