PAGE 1 (GT\LH)

By: Representative Barbour

To: Labor

HOUSE BILL NO. 1209

AN ACT TO REQUIRE LARGE RETAILERS WHO LAY OFF 50 OR MORE 1 EMPLOYEES DURING A THIRTY-DAY PERIOD TO GIVE THE EMPLOYEES AND 2 CERTAIN GOVERNMENT OFFICIALS TWELVE MONTHS ADVANCE NOTICE OF THE 3 4 LAYOFF; AND FOR RELATED PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 5 The following definitions shall govern the 6 SECTION 1. (1) construction and meaning of the terms used in this act: 7 (a) "Covered county" means any county that has a 8 9 population of forty thousand (40,000) or more, according to the most recent federal decennial census. 10 "Covered municipality" means any municipality that 11 (b) has a population of twenty thousand (20,000) or more, according to 12 the most recent federal decennial census. 13 "Large retailer" means any commercial facility or (C) 14 some part thereof that sells tangible personal property and has 15 employed within the preceding twelve (12) months, seventy-five 16 17 (75) or more persons. "Employer" means any person, partnership, 18 (d)19 association, corporation and the legal representatives of a deceased employer, or the receiver or trustee of a person, 20 partnership, association or corporation that directly or 21 indirectly owns and operates a large retailer. A parent 22 corporation is an employer as to any large retailer directly owned 23 and operated by its corporate subsidiary. 24 "Layoff" means a separation from a position for 25 (e) 26 lack of funds or lack of work. (f) "Mass layoff" means a layoff during any thirty-day 27 period of fifty (50) or more employees at a large retailer. 28 H. B. No. 1209 G1/2 03/HR03/R1651

(g) "Relocation" means the removal of all or substantially all operations in a large retailer to a different location one hundred (100) miles or more away from the location where the layoff occurs.

33 (h) "Termination" means the cessation or substantial34 cessation of operations in a large retailer.

(i) "Employee" means any person, including a minor,
whether lawfully or unlawfully employed, in the service of an
employer under any contract of hire or apprenticeship, written or
oral, express or implied, employed by an employer for at least six
(6) months of the twelve (12) months preceding the date on which
notice is required. This term does not include independent
contractors.

42 (2) This act does not apply to seasonal employees who are 43 employed in a seasonal industry where the employees were hired 44 with the understanding that their employment was seasonal and 45 temporary.

46 <u>SECTION 2.</u> (1) An employer of a large retailer in a covered 47 county or municipality may not order a mass layoff, relocation or 48 termination unless, twelve (12) months before the order takes 49 effect, the employer gives written notice of the order to:

50 (a) The employees of the large retailer affected by the51 order;

52 (b) The mayor of each municipality where the 53 termination, relocation or mass layoff will occur; and

54 (c) The county board of supervisors of each county 55 where the termination, relocation or mass layoff will occur.

(2) An employer required to give notice of any mass layoff,
relocation or termination under this act shall include in its
notice the elements required by the federal Worker Adjustment and
Retraining Notification Act (29 USCS Section 2101 et seq.).

60 (3) Notwithstanding the requirements of subsection (1) of61 this section, an employer is not required to provide notice if a

H. B. No. 1209 03/HR03/R1651 PAGE 2 (GT\LH) 62 mass layoff, relocation or termination is necessitated by a63 physical calamity or act of war.

64 <u>SECTION 3.</u> (1) An employer who fails to give notice as 65 required by this act is liable to each employee who is entitled to 66 notice and who lost his or her employment, for each of the 67 following:

(a) Back pay at the average regular rate of
compensation received by the employee during the last three (3)
years of his or her employment, or the employee's final rate of
compensation, whichever is higher.

(b) The value of the cost of any benefits to which the employee would have been entitled had his or her employment not been lost, including the cost of any medical expenses incurred by the employee that would have been covered under an employee benefit plan.

(2) Liability under this section is calculated for the
period of the employer's violation, up to a maximum of sixty (60)
days, or one-half (1/2) the number of days that the employee was
employed by the employer, whichever period is smaller.

81 (3) The amount of an employer's liability shall be reduced82 by the following:

(a) Any wages, except vacation monies accrued before
the period of the employer's violation, paid by the employer to
the employee during the period of the employer's violation.

(b) Any voluntary and unconditional payments made by
the employer to the employee that were not required to satisfy any
legal obligation.

(c) Any payments by the employer to a third party or
trustee, such as premiums for health benefits or payments to a
defined contribution pension plan, on behalf of and attributable
to the employee for the period of the violation.

93 <u>SECTION 4.</u> An employer who fails to give notice as required 94 by this act is subject to a civil penalty of not more than Five

H. B. No. 1209 03/HR03/R1651 PAGE 3 (GT\LH) 95 Hundred Dollars (\$500.00) for each day of the employer's 96 violation. However, the employer is not subject to a civil 97 penalty under this section if the employer pays to all applicable 98 employees the amounts for which the employer is liable under 99 Section 3 of this act within three (3) weeks from the date the 100 employer orders the mass layoff, relocation or termination.

101 <u>SECTION 5.</u> Unemployment benefits may not be denied or 102 reduced because of the receipt of payments related to an 103 employer's violation of this act or the federal Worker Adjustment 104 and Retraining Notification Act (29 USCS Section 2101 et seq.). 105 **SECTION 6.** This act shall take effect and be in force from 106 and after July 1, 2003.