By: Representatives Lott, Weathersby, Rogers (61st), Jennings, Staples, Palazzo, Gunn, To: Labor Hudson, Chism, Gregory, Rogers (14th), Akins, Vince, Nicholson, Moore, Reed, Turner, Aldridge

HOUSE BILL NO. 1379 (As Passed the House)

- AN ACT TO CREATE THE MISSISSIPPI EMPLOYMENT PROTECTION ACT; 1
- TO PROVIDE PROCEDURES FOR NEWLY HIRED EMPLOYEES AND THEIR 2
- EMPLOYERS; TO PROVIDE PENALTIES FOR VIOLATIONS OF THIS ACT; AND 3 4
- FOR RELATED PURPOSES.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 6 SECTION 1. Title. This act shall be known as the
- "Mississippi Employment Protection Act." 7
- 8 **SECTION 2.** The provisions of this act shall be enforced
- 9 without regard to race, gender, religion, ethnicity, or national
- 10 origin.
- 11 **SECTION 3. Definitions.** For the purpose of this act only,
- the following words shall have the meanings ascribed herein unless 12
- 13 the content clearly states otherwise:
- "Employer" is any person or business that is 14
- 15 required by federal or state law to issue a United States Internal
- 16 Revenue Service Form W-2 or Form 1099 to report income paid to
- 17 employed or contracted personnel in Mississippi.
- "Employee" is any person or entity that is hired to 18
- perform work within the State of Mississippi and to whom a United 19
- States Internal Revenue Service Form W-2 or Form 1099 must be 20
- 21 issued.
- 22 "Third-Party Employer" is any person or company
- 23 that provides workers for another person or company. This
- 24 includes, but is not limited to, leasing companies and contract
- 25 employers.
- 26 SECTION 4. Employee Verification. (1) Employers in the
- State of Mississippi shall only hire employees who are legal 27

* HR03/ R1061PH*

28 citizens of the United States of America or are legal aliens. For

- 29 purposes of this section, a legal alien is an individual who was
- 30 lawfully present in the United States at the time of employment
- 31 and for the duration of employment, or was permanently residing in
- 32 the United States under color of law at the time of employment and
- 33 for the duration of employment.
- 34 (2) All employers in the State of Mississippi shall follow
- 35 federal laws and guidelines for the verification of an employee's
- 36 true identity and work authorization.
- 37 <u>SECTION 5.</u> Employer Liability. Any employer that complies
- 38 with the requirements of this act shall be held harmless by the
- 39 Mississippi Department of Employment Security, provided the
- 40 employer is not directly involved in the creation of any false
- 41 documents, and provided that the employer did not knowingly and
- 42 willfully accept false documents from the employee.
- 43 **SECTION 6.** Third-Party Employers. (1) All third-party
- 44 employers that conduct business in Mississippi shall register to
- 45 do business in Mississippi with the Mississippi Department of
- 46 Employment Security before placing employees into the workforce in
- 47 Mississippi.
- 48 (2) Third-party employers shall provide proof of
- 49 registration to any Mississippi employer with whom they do
- 50 business.
- 51 <u>SECTION 7.</u> State Agencies. Each state agency, department or
- 52 political subdivision shall meet the same requirements as
- 53 employers in Sections 4 and 5 of this act.
- 54 <u>SECTION 8.</u> Penalties for Noncompliance. (1) Any employer
- 55 violating the provisions of this act shall be subject to the
- 56 following penalties:
- 57 (a) Cancellation of any state or public contract,
- 58 resulting in ineligibility for any state or public contract for up
- 59 to three (3) years; or
- (b) The loss of any license, permit, certificate, or
- other document granted to the employer by any agency, department

- 62 or government entity in the State of Mississippi for the right to
- 63 do business in Mississippi for up to one (1) year; or
- (c) A fine up to One Thousand Dollars (\$1,000.00) to
- 65 any employer with a state or public contract or any employer that
- 66 has been issued any license, permit, certificate or other document
- 67 by any agency, department, or government entity in the State of
- 68 Mississippi granting the right to do business in Mississippi; or
- (d) A combination of one or more of the above
- 70 penalties.
- 71 (2) Any person or entity that is penalized under this act
- 72 shall have the right to appeal to the Mississippi Department of
- 73 Employment Security and to the circuit court of competent
- 74 jurisdiction.
- 75 <u>SECTION 9.</u> Employer-Employee Programs. (1) There is
- 76 created a function of Employer-Employee Programs within the
- 77 Mississippi Department of Employment Security.
- 78 (2) The duties of the Employer-Employee Programs shall be
- 79 to:
- 80 (a) To assist companies and agencies in finding
- 81 qualified United States citizens and qualified legal foreign
- 82 workers as employees;
- 83 (b) To create education materials for employers and the
- 84 community to assist in the compliance of this act.
- 85 **SECTION 10. Exemptions**. (1) The provisions of this act
- 86 shall not apply to:
- 87 (a) An employer who hires an employee through a state
- 88 or federal work program that requires verification of the
- 89 employee's social security number or provides for verification of
- 90 the employee's lawful presence in the United States in an
- 91 employment-authorized immigration status;
- 92 (b) Any candidate for employment referred by the

* HR03/ R1061PH*

- 93 Mississippi Department of Employment Security, if the Mississippi
- 94 Department of Employment Security has verified the social security

- 95 number or provides for verification of the candidate's lawful
- 96 presence in the United States in an employment-authorized
- 97 immigration status.
- 98 (2) Neither shall the provisions of this act apply to
- 99 individual homeowners who hire workers on their private property
- 100 for noncommercial purposes, unless required by federal law to do
- 101 so.
- 102 **SECTION 11. Federal Compliance.** (1) Compliance with the
- 103 sections of this statute shall not exempt the employer from
- 104 regulations and requirements related to any federal laws or
- 105 procedures related to employers.
- 106 (2) Any section of this act shall not be construed as an
- 107 attempt to preempt federal law.
- 108 **SECTION 12. Enforcement.** (1) The Mississippi Department of
- 109 Employment Security shall enforce the provisions of this act and
- 110 shall promulgate rules and regulations that may be necessary to
- 111 carry out the provisions of this act.
- 112 (2) The Mississippi Department of Employment Security shall
- 113 seek input from representatives of state labor groups and state
- 114 business groups to represent employers and employees.
- 115 (3) Any fines that are assessed for violation of this act
- 116 shall be collected and retained by the Mississippi Department of
- 117 Employment Security.
- 118 **SECTION 13. Effective Date.** (1) This act shall take effect
- 119 and be in force from and after July 1, 2007, for all state
- 120 agencies, departments, and political subdivisions, all employers
- 121 who have contracts with the State of Mississippi, or with its
- 122 departments, agencies, and political subdivisions, all third-party
- 123 employers, and any person or company using a third-party employer.
- 124 (2) This act shall take effect and be in force from and
- 125 after January 1, 2008, for all other employers who do business in
- 126 Mississippi.