ENGROSSED

Senate Bill No. 318

(By Senators Trump, Karnes, Carmichael and Blair)

[Introduced January 27, 2015; referred to the Committee on the Judiciary.]

A BILL to amend and reenact §21-5-3 of the Code of West Virginia, 1931, as amended, relating to payment of wages by employers; and authorizing payment of employees twice a month.

Be it enacted by the Legislature of West Virginia:

That §21-5-3 of the Code of West Virginia, 1931, as amended, be amended and reenacted to read as follows:

ARTICLE 5. WAGE PAYMENT AND COLLECTION.

- §21-5-3. Payment of wages by employers other than railroads; assignments of wages.
 - 1 (a) Every person, firm or corporation doing business in
 - 2 this state, except railroad companies as provided in section

- 3 one of this article, shall settle with its employees at least once
- 4 in every two weeks twice every month and with no more than
- 5 nineteen days between settlements, unless otherwise provided
- 6 by special agreement, and pay them the wages due, less
- 7 authorized deductions and authorized wage assignments, for
- 8 their work or services.
- 9 (b) Payment required in subsection (a) of this section
- 10 shall be made:
- 11 (1) In lawful money of the United States;
- 12 (2) By cash order as described and required in section
- 13 four of this article;
- 14 (3) By deposit or electronic transfer of immediately
- 15 available funds into an employee's payroll card account in a
- 16 federally insured depository institution. The term "payroll
- 17 card account" means an account in a federally insured
- 18 depository institution that is directly or indirectly established
- 19 through an employer and to which electronic fund transfers
- 20 of the employee's wages, salary, commissions or other
- 21 compensation are made on a recurring basis, whether the

account is operated or managed by the employer, a 22 third-party payroll processor, a depository institution or 23 another person. "Payroll card" means a card, code or 24 combination thereof or other means of access to an 25 26 employee's payroll card account, by which the employee may initiate electronic fund transfers or use a payroll card to 27 make purchases or payments. 28 Payment of employee 29 compensation by means of a payroll card must be agreed upon in writing by both the person, form or corporation 30 31 paying the compensation and the person being compensated; 32 or

(4) By any method of depositing immediately available 33 funds in an employee's demand or time account in a bank, 34 credit union or savings and loan institution that may be 35 36 agreed upon in writing between the employee and such person, firm or corporation, which agreement shall 37 38 specifically identify the employee, the financial institution, 39 the type of account and the account number: Provided, That 40 nothing herein contained shall be construed in a manner to

- 41 require any person, firm or corporation to pay employees by
- 42 depositing funds in a financial institution.
- 43 (c) If, at any time of payment, any employee shall be
- 44 absent from his or her regular place of labor and shall not
- 45 receive his or her wages through a duly authorized
- 46 representative, he or she shall be entitled to payment at any
- 47 time thereafter upon demand upon the proper paymaster at
- 48 the place where his or her wages are usually paid and where
- 49 the next pay is due.
- 50 (d) Nothing herein contained shall affect the right of an
- 51 employee to assign part of his or her claim against his or her
- 52 employer except as in subsection (e) of this section.
- (e) No assignment of or order for future wages shall be
- 54 valid for a period exceeding one year from the date of the
- 55 assignment or order. An assignment or order shall be
- 56 acknowledged by the party making the same before a notary
- 57 public or other officer authorized to take acknowledgments,
- 58 and any order or assignment shall specify thereon the total
- 59 amount due and collectible by virtue of the same and three

fourths of the periodical earnings or wages of the assignor 60 61 shall at all times be exempt from such assignment or order and no assignment or order shall be valid which does not so 62 Provided, That no such order or 63 state upon its face: assignment shall be valid unless the written acceptance of the 64 65 employer of the assignor to the making thereof is endorsed thereon: Provided, however, That nothing herein contained 66 shall be construed as affecting the right of employer and 67 employees to agree between themselves as to deductions to 68 be made from the payroll of employees. 69