# **WEST VIRGINIA LEGISLATURE**

## **2019 REGULAR SESSION**

## **Introduced**

## House Bill 2646

By Delegate Higginbotham, Foster, Wilson,
Sypolt, Hardy, Butler, Atkinson and Cadle
[Introduced January 24, 2019; Referred
to the Committee on Industry and Labor then the
Judiciary.]

Intr HB 2019R2534

A BILL to amend the Code of West Virginia, 1931, as amended, by adding thereto a new section, designated §21-5-4a, relating to providing a safe harbor for employers to correct underpayment or nonpayment of wages and benefits due to separated employees prior to the filing of a lawsuit; prohibiting an employee from seeking liquidated damages or attorney's fees when bringing an action for the underpayment or nonpayment of wages and benefits due upon the employee's separation of employment without first making a written demand on the employer; permitting only those employees who have made a written demand on the employer may be included in a class action lawsuit brought for the underpayment or nonpayment of wages and benefits due upon the employee's separation of employment; and defining the term "written demand".

Be it enacted by the Legislature of West Virginia:

### ARTICLE 5. WAGE PAYMENT AND COLLECTION.

### § 21-5-4a. Safe Harbor.

(a) An employee, in bringing an action for the underpayment or nonpayment of wages and benefits due upon the employee's separation of employment as contemplated by §21-5-4 of this code, is not entitled to seek liquidated damages or attorney's fees from an employer without first making a written demand, as defined in subsection (c) of this section, to the employer seeking the payment of any alleged underpayment or nonpayment as set forth in this section. The written demand shall be mailed or delivered to the employer's correct address or delivered to the employer's authorized representative. Upon receiving a written demand, the employer has 30 calendar days from receipt to correct the alleged underpayment or nonpayment of the wages and benefits due. If, after the 30 days, the employer has not corrected the alleged underpayment or nonpayment, or otherwise disputes the allegation, the employee shall be allowed to seek liquidated damages and attorney's fees. Nothing in this section prohibits the employer.

(b) In a class action lawsuit brought under this article for the underpayment or nonpayment

Intr HB 2019R2534

of wages and benefits due upon the employee's separation of employment, participation in the class shall be limited only to those individual employees who have made a written demand on the employer as required in subsection (a) of this section.

(c) For purposes of this section, a "written demand" means any writing, including e-mail, from or on behalf of an employee setting out the basis for the alleged underpayment or nonpayment of wages or compensation due, but shall not include a notice of complaint delivered to the employer or any text message or other similar instant messaging service.

NOTE: The purpose of this bill is to provide a safe harbor for employers to correct underpayment or nonpayment of wages and benefits due to separated employees prior to the filing of a lawsuit. The bill prohibits an employee from seeking liquidated damages or attorney's fees when bringing an action for the underpayment or nonpayment of wages and benefits due upon the employee's separation of employment without first making a written demand top that employer. The bill permits only those employees who have made a written demand on the employer to be included in a class action brought for the underpayment or nonpayment of wages and benefits due upon the employee's separation of employment. The bill defines the term "written demand".

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.