

ASSEMBLY, No. 199

STATE OF NEW JERSEY 219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by:

Assemblywoman LINDA S. CARTER

District 22 (Middlesex, Somerset and Union)

Assemblyman PAUL D. MORIARTY

District 4 (Camden and Gloucester)

SYNOPSIS

Concerns joint liability for payment of employer tax law.

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel.



A199 CARTER, MORIARTY

2

1 AN ACT concerning joint and several liability for the payment of
2 employer tax laws and amending R.S.34:11-57 and P.L.2019,
3 c.212.
4

5 **BE IT ENACTED** by the Senate and General Assembly of the State
6 of New Jersey:

7
8 1. R.S.34:11-57 is amended to read as follows:
9 34:11-57. As used in this article:

10 "Commissioner" means the Commissioner of Labor and
11 Workforce Development or any person or persons in the department
12 designated in writing by him for the purposes of this article.

13 "Community-based organization" means a public, or nonprofit
14 private, organization funded with public or private funds, or both,
15 that provides services to day laborers, migrant laborers, temporary
16 laborers, low wage workers, or any other type of employee.

17 "Department" means the Department of Labor and Workforce
18 Development.

19 "Employee" means any natural person who works for another for
20 hire.

21 "Employer" means any person, partnership, firm or corporation
22 employing another for hire.

23 "Legal services organization" means a public, or nonprofit
24 private, organization funded with public or private funds, or both,
25 that provides counseling or advice related to wage protection laws,
26 preparation of legal documents, or representation of any person
27 before a court or administrative agency.

28 "State employer tax laws" means the workers' compensation
29 law, R.S.34:15-1 et seq., the "unemployment compensation law,"
30 R.S.43:21-1 et seq., the "Temporary Disability Benefits Law,"
31 P.L.1948, c.110 (C.43:21-25 et al.), P.L.2008, c.17 (C.43:21-39.1 et
32 al.), and the "New Jersey Gross Income Tax Act," N.J.S.54A:1-1 et
33 seq.

34 "State wage and hour laws" means article 1 of chapter 11 of Title
35 34 of the Revised Statutes and all acts supplementing that article
36 (R.S.34:11-2 et al.), P.L.1966, c.113 and all acts supplementing that
37 act (C.34:11-56a et al.), P.L.2005, c.379 (C.34:11-56.58 et seq.),
38 and article 3 of chapter 11 of Title 34 of the Revised Statutes
39 (R.S.34:11-57 et seq.), but "State wage and hour laws" do not
40 include the "New Jersey Prevailing Wage Act," P.L.1963, c.150
41 (C.34:11-56.25 et seq.), or "The Public Works Contractor
42 Registration Act," P.L.1999, c.238 (C.34:11-56.48 et seq.).

43 "Wages" means any moneys due an employee from the employer
44 whether payable by the hour, day, week, semimonthly, monthly or
45 yearly and shall include commissions, bonus, piecework

EXPLANATION – Matter enclosed in bold-faced brackets **[thus]** in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.

1 compensation and any other benefits arising out of an employment
2 contract.

3 (cf: P.L.2019, c.212, s.6)

4

5 2. Section 9 of P.L.2019, c.212 (C.34:11-58.2) is amended to
6 read as follows:

7 9. a. A client employer and a labor contractor providing
8 workers to the client employer shall be subject to joint and several
9 liability and shall share civil legal responsibility for any violations
10 of the provisions of State wage and hour laws or State employer tax
11 laws, or violations of the provisions of section 10 of P.L.1999, c.90
12 (C.2C:40A-2) regarding compliance with State wage and hour laws
13 or State employer tax laws, including provisions of those laws
14 regarding retaliatory actions against employees for exercising their
15 rights under any of those laws and provisions of those laws
16 regarding the misclassification of workers, and both the client
17 employer and the labor contractor may be subject to any remedy
18 provided for violations of those laws. A client employer shall not
19 shift to the labor contractor any legal duties or liabilities under the
20 provisions of the “Worker Health and Safety Act,” P.L.1965, c.154
21 (C.34:6A-1 et seq.) or “The Worker and Community Right to Know
22 Act,” P.L.1983, c.315 (C.34:5A-1 et seq.) with respect to workers
23 supplied by the labor contractor. A waiver of the provisions of this
24 section is contrary to public policy, and is void and unenforceable.

25 b. This section shall not be interpreted as:

26 (1) imposing individual liability on a homeowner for labor or
27 services received at the home or the owner of a home-based
28 business for labor or services received at the home; or

29 (2) restricting or limiting the rights of a client employer to
30 recover from a labor contractor any expense to the client employer,
31 or the rights of a labor contractor to recover from a client employer
32 any expense to the labor contractor, resulting from any violation by
33 the labor contractor or client employer of the provisions of State
34 wage and hour laws or of section 10 of P.L.1999, c.90 (C.2C:40A-
35 2), or restricting or limiting the provisions in contracts between
36 client employers and labor contractors regarding the recovery of
37 expenses pursuant to this paragraph.

38 c. Any individual acting on behalf of an employer, including a
39 client employer or labor contractor, who violates any provision of
40 State wage and hour laws or State employer tax laws, or any
41 provision of section 10 of P.L.1999, c.90 (C.2C:40A-2) regarding
42 compliance with State wage and hour laws or State employer tax
43 laws, including any provision of those laws concerning the
44 misclassification of workers, may be held liable as the employer for
45 the violation. For the purposes of this section, “person acting on
46 behalf of an employer” includes an individual acting on behalf of an
47 employer who is an owner, director, officer, or manager of the
48 employer.

