A09175 Text: STATE OF NEW YORK 9175 IN ASSEMBLY February 12, 2024 Introduced by M. of A. BRONSON -- read once and referred to the Committee on Labor AN ACT to amend the labor law, in relation to issuing stop work orders for misclassification of employees The People of the State of New York, represented in Senate and Assembly, do enact as follows: 1 Section 1. The labor law is amended by adding a new section 45 to read 2 as follows: § 45. Misclassification of employees; stop work orders. 1. If the 4 commissioner determines, after an investigation pursuant to the 5 provisions of this chapter, that an employer has

6 employees as independent contractors or provided

7 misleading information to an insurance company on

knowingly misclassified

false, incomplete, or

the number of employ-

- 8 <u>ees of such employer, the commissioner shall</u> issue, not later than
- 9 <u>seventy-two hours after making such</u> determination, a stop work order
- 10 against the employer requiring the cessation of all business operations
- 11 of such employer. Such stop work order shall be issued only against the
- 12 employer found to be in violation and only againstthe specific place of
- 13 <u>business or employment for which the violation</u> exists. Such order shall
- 14 <u>be effective</u> when served upon the employer or at the place of business
- 15 or employment. A stop work order may be served at a place of business or
- 16 employment by posting a copy of the stop work order in a conspicuous
- 17 <u>location at the place of business or employment.</u>
 Such order shall remain
- 18 <u>in effect until the commissioner issues an order</u> releasing the stop work
- 19 order upon a finding by the commissioner that the employer has come into
- 20 compliance, or after a hearing held pursuant to subdivision two of this
 - 21 section.
- 22 2. Any employer against which a stop work order is issued pursuant to
- 23 <u>subdivision one of this section may request a</u> hearing before the depart-
- 24 ment. Such request shall be made in writing to the commissioner not more
- $25~\underline{\text{than}}~\text{ten}~\text{days}~\text{after the issuance of such order.}$ Such hearing shall be
- 26 conducted in accordance with the provisions of this chapter.
- 3. Stop work orders and any additional penalties imposed under this
- 28 <u>chapter against a corporation, partnership or sole</u> <u>proprietorship shall</u>

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets

[-] is old law to be omitted.

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- 1 $\,$ be effective against any successor entity that has one or $\,$ more of the
- 2 <u>same principals or officers as the</u> corporation, partnership or sole
- 3 proprietorship against which the stop work order
 was issued and are
- 4 <u>engaged in the same or equivalent trade or activity.</u>
- 5 $\underline{\text{4.}}$ The commissioner shall promulgate any rules and regulations neces-
 - 6 sary to carry out the provisions of this section.
- 7 § 2. This act shall take effect on the one hundred eightieth day after
 - 8 it shall have become a law.