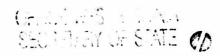


2008 MAR 31 PM 12: 26



WEST VIRGINIA LEGISLATURE

SECOND REGULAR SESSION, 2008

ENROLLED

FOR House Bill No. 4032

(By Delegates White and Kominar)

Passed March 8, 2008

In Effect Ninety Days from Passage

ENROLLED

2009 MAR 31 PM 12: 26

COMMITTEE SUBSTITUTE

FOR

H. B. 4032

(By Delegates White and Kominar)

[Passed March 8, 2008; in effect ninety days from passage.]

AN ACT to amend and reenact §21-5-3 of the Code of West Virginia, 1931, as amended, relating to payment of wages through a direct deposit system using an electronic payment card or other means of electronic transfer; defining terms; and requiring written agreement to use the payroll card.

Be it enacted by the Legislature of West Virginia:

That §21-5-3 of the Code of West Virginia, one thousand nine hundred thirty-one, 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 one of this article, shall settle with its employees at least once 3 4 in every two weeks, unless otherwise provided by special 5 agreement, and pay them the wages due, less authorized 6 deductions and authorized wage assignments, for their work 7 or services.
- 8 (b) Payment required in subsection (a) of this section 9 shall be made:
- 10 (1) In lawful money of the United States;
- 11 (2) By cash order as described and required in section 12 four of this article;
- 13 (3) By deposit or electronic transfer of immediately 14 available funds into an employee's payroll card account in a 15 federally insured depository institution. The term "payroll 16 card account" means an account in a federally insured 17 depository institution that is directly or indirectly established 18 through an employer and to which electronic fund transfers 19 of the employee's wages, salary, commissions or other 20 compensation are made on a recurring basis, whether the 21 account is operated or managed by the employer, a third-22 party payroll processor, a depository institution or another 23 person. "Payroll card" means a card, code or combination 24 thereof or other means of access to an employee's payroll 25 card account, by which the employee may initiate electronic 26 fund transfers or use a payroll card to make purchases or 27 payments. Payment of employee compensation by means of 28 a payroll card must be agreed upon in writing by both the 29 person, form or corporation paying the compensation and the 30 person being compensated.

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

- (c) If, at any time of payment, any employee shall be absent from his or her regular place of labor and shall not receive his or her wages through a duly authorized representative, he or she shall be entitled to payment at any time thereafter upon demand upon the proper paymaster at the place where his or her wages are usually paid and where the next pay is due.
- (d) Nothing herein contained shall affect the right of an employee to assign part of his or her claim against his or her employer except as in subsection (e) of this section.
- (e) No assignment of or order for future wages shall be valid for a period exceeding one year from the date of the assignment or order. An assignment or order shall be acknowledged by the party making the same before a notary public or other officer authorized to take acknowledgments, and any order or assignment shall specify thereon the total amount due and collectible by virtue of the same and three fourths of the periodical earnings or wages of the assignor shall at all times be exempt from such assignment or order and no assignment or order shall be valid which does not so state upon its face: *Provided*, That no such order or assignment shall be valid unless the written acceptance of the employer of the assignor to the making thereof, is endorsed

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- 64 thereon: Provided. however, That nothing herein contained
- shall be construed as affecting the right of employer and
- 66 employees to agree between themselves as to deductions to
- 67 be made from the payroll of employees.

That Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee Chairman House Committee Originating in the House.

In effect ninety days from passage.

Clerk of the Senate

Clerk of the House of Delegates

President of the Senate

of the House of Delegates

2008.

PRESENTED TO THE GOVERNOR

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