

February 1, 2024

The Honorable , Pam Beidle, Chair The Honorable Kathy Klausmeier, Vice Chair Senate Finance Committee 3 East - Miller Senate Office Building Annapolis, Maryland 21401

## SB 38: Wage and Payment Collection - Pay Stubs and Pay Statements - Required Information Position - Support

Thank you Chair Beidle and Vice Chair Klausmeier and members of the Senate Finance Committee for the opportunity to submit written testimony in support of SB 38.

My name is Victoria Leonard, Political and Legislative Director for the Baltimore-Washington area of the Philadelphia/Baltimore/Washington Laborers' District Council (PBWLDC), an affiliate of the Laborers' International Union of North America (LiUNA). The PBWLDC represents more than 13,000 members. Our members are proudly employed on many infrastructure construction projects across the region. Nationwide, LiUNA represents more than 500,000 members.

LiUNA supports SB 38. Maryland currently only requires employers to furnish or provide a statement with details of an employee's pay information. There's no requirement for the pay statement to be in writing or issued as paper pay stubs.

It is time for Maryland to adopt a more rigorous standard. Doing so will protect and better inform employees, and help them identify if they are being paid correctly. Improving employees' access to pay information should also help deter employer wage theft.

Specifically, SB 38 would create more transparency by requiring that employee earnings be written on a physical pay stub or online pay statement. The written or online statement would have to include the employer's name, the dates of work covered by the pay period, the number of hours worked, the rates of pay, the gross and net pay earned, the amount and purpose of all deductions, a description of the information used by the employer to calculate the employee's gross and net pay, and for each employee paid at a piece rate, the applicable rate and number of pieces. SB 38 would also create a private right of action for employees who do not receive written or online pay statements that include all the appropriate information.

SB 38 will help improve workers' access to important information related to their pay, and we urge the committee to issue a favorable report.