1	AN ACT relating to earned paid sick leave.
2	Be it enacted by the General Assembly of the Commonwealth of Kentucky:
3	→SECTION 1. A NEW SECTION OF KRS CHAPTER 337 IS CREATED T
4	READ AS FOLLOWS:
5	(1) As used in this section:
6	(a) "Child" means a biological, adopted, or foster child, stepchild, or leg
7	ward of an employee if the child is less than eighteen (18) years old, or
8	over eighteen (18) years old but incapable of self-care due to a mental
9	physical disability;
10	(b) "Earned paid sick leave" means the time off from work that is provided to
11	an employer to an employee as computed under this section that can be use
12	for purposes set forth in this section and is compensated at the same hour
13	rate as the employee earns from his or her employment at the time th
14	employee uses the paid sick leave; however, the hourly rate shall not be le
15	than the minimum hourly wage under KRS 337.275;
16	(c) "Employee" has the same meaning as in KRS 337.010(1)(e);
17	(d) "Employer" has the same meaning as in KRS 337.010(1)(d);
18	(e) "Health care provider" means any person licensed under federal or sta
19	law to provide health care services, or any other person authorized
20	provide health care by a licensed health care professional, including but n
21	limited to physicians, osteopaths, nurses, advanced practice register
22	nurses, physician assistants, and psychologists;
23	(f) "Parent" means a biological, adoptive, or foster parent of an employee
24	an employee's spouse, or other person who assumed the responsibilities
25	parenthood when the employee or the employee's spouse was a child; and
26	(g) "Spouse" means the person to whom an employee is married.
27	(2) Each employer shall provide earned paid sick leave to each employee working for

1		the employer in the state. An employee shall begin accruing earned paid sick
2		leave beginning on his or her date of hire or on the effective date of this Act,
3		whichever is later, but employees shall not be entitled to use accrued earned sick
4		leave until the ninetieth calendar day following commencement of employment.
5		For every thirty (30) hours worked, the employee shall accrue one (1) hour of
6		earned paid sick leave. An employee exempt from overtime requirements under
7		state or federal law shall be assumed to work forty (40) hours each week unless
8		his or her normal work week is less than forty (40) hours, in which case earned
9		paid sick leave shall accrue based on that normal work week.
10	<u>(3)</u>	The employer shall not be required to permit the employee to accrue at any one
11		(1) time, or carry forward from one (1) year to the next, more than forty (40)
12		hours of earned paid sick leave if the employer has less than ten (10) employees
13		or more than seventy-two (72) hours of earned paid sick leave if the employer has
14		ten (10) or more employees.
15	<u>(4)</u>	An employer is considered to be in compliance with this section if the employer
16		offers any other fully paid leave that may be used for the purposes set forth in this
17		section in the manner provided for in this section and is accrued at a rate equal to
18		or greater than the rate described in this section. Nothing in this section shall be
19		construed to discourage or prohibit any employer from allowing the accrual of
20		earned paid sick leave at a faster rate, or the use of earned paid sick leave at an
21		earlier date, than this section requires.
22	<u>(5)</u>	An employer shall permit an employee to use accrued earned paid sick leave
23		pursuant to this section for any of the following:
24		(a) Time needed for the diagnosis, care, or medical treatment of, or recovery
25		from, an employee's mental or physical illness, injury, or other health
26		condition;
27		(b) Time needed for the diagnosis, care, or medical treatment of, or recovery

 $Page \ 2 \ of \ 7$ XXXX \ 1/4/2025 5:51 PM

I	from, a mental or physical illness, injury, or other health condition of the
2	employee's child, parent, or spouse; and
3	(c) Time needed due to circumstances resulting from the employee or the
4	employee's child, parent, or spouse being a victim of domestic violence, so
5	long as the leave is to allow the victim to:
6	1. Obtain medical attention needed to recover from physical or mental
7	injury or disability caused by the domestic violence;
8	2. Obtain services from a victim services organization;
9	3. Relocate due to domestic violence or sexual assault;
10	4. Obtain a restraining or protective order; or
11	5. Participate in any civil or criminal proceedings related to the domestic
12	violence.
13	(6) If the employee's need to use earned paid sick leave is foreseeable, the employer
14	may require advance notice, not to exceed seven (7) days prior to the date such
15	leave is to begin, of the intention to use earned paid sick leave and the expected
16	duration of the leave. The employee shall make a reasonable effort to schedule
17	the use of earned paid sick leave in a manner that does not unduly disrupt the
18	operations of the employer.
19	(7) If the employee's need to use earned paid sick leave is not foreseeable, an
20	employer may require an employee to give notice of the intention to use earned
21	paid sick leave as soon as practicable. For earned paid sick leave of more than
22	three (3) days, an employer may require reasonable documentation that the leave
23	is being used for a purpose permitted under this section. If the leave is used
24	pursuant to subsection (5)(a) or (b) of this section, documentation signed by a
25	health care provider who is treating the employee or the employee's child, parent,
26	or spouse indicating the need for the leave and the anticipated necessary number
27	of days of leave shall be considered reasonable documentation. If the leave is

1	used pursuant to subsection (5)(c) of this section, a court record, a law
2	enforcement report, or documentation signed by an attorney, police officer,
3	counselor, or representative of a victim services organization shall be considered
4	reasonable documentation.
5	(8) Unless an employee policy or collective bargaining agreement provides for the
6	payment of unused accrued earned paid sick leave benefits upon termination, an
7	employee shall not be entitled to payment of unused accrued earned paid sick
8	leave benefits upon termination of employment.
9	(9) Nothing in this section shall be deemed to require any employer to provide earned
10	paid sick leave for an employee's leave for any purpose other than those
11	described in this section.
12	(10) An employer shall not:
13	(a) Retaliate against an employee because the employee requests or uses earned
14	paid sick leave in accordance with this section or the employer's own earned
15	paid sick leave policy, or files a complaint alleging the employer's violation
16	of this section; or
17	(b) Count earned paid sick leave as an absence that may result in disciplinary
18	action against the employee.
19	(11) Each employer subject to this section shall, at the time of hiring, provide notice to
20	each employee of the entitlement to earned paid sick leave, the amount of earned
21	paid sick leave provided, and the terms under which earned paid sick leave may
22	<u>be used.</u>
23	(12) Nothing in this section shall be construed to prohibit an employer from:
24	(a) Taking disciplinary action against an employee who used earned paid sick
25	leave for purposes other than those described in this section; or
26	(b) Adopting a policy whereby an employee may donate unused accrued earned
27	paid sick leave to another employee.

1	<u>(13)</u>	(a) An employee shall not be required to use earned paid sick leave for any
2		absence during a period of time in which, by mutual consent of the
3		employee and the employer, the employee works an equivalent number of
4		additional hours during the same or the next pay period as the hours not
5		worked due to reasons permitted in this section.
6		(b) An employer shall not require an employee to work additional hours to
7		make up hours in which the employee was absent or require the employee to
8		find a replacement employee to cover hours during which the employee is
9		using earned paid sick leave.
10		→ Section 2. KRS 337.990 is amended to read as follows:
11	The	following civil penalties shall be imposed by the Education and Labor Cabinet, in
12	acco	rdance with the provisions in KRS 336.985, for violations of the provisions of this
13	chap	eter:
14	(1)	Any firm, individual, partnership, or corporation that violates KRS 337.020 shall be
15		assessed a civil penalty of not less than one hundred dollars (\$100) nor more than
16		one thousand dollars (\$1,000) for each offense. Each failure to pay an employee the
17		wages when due him or her under KRS 337.020 shall constitute a separate
18		offense <u>:[.]</u>
19	(2)	Any employer who violates KRS 337.050 shall be assessed a civil penalty of not
20		less than one hundred dollars (\$100) nor more than one thousand dollars
21		(\$1,000) <u>;</u> [.]
22	(3)	Any employer who violates KRS 337.055 shall be assessed a civil penalty of not
23		less than one hundred dollars (\$100) nor more than one thousand dollars (\$1,000)
24		for each offense and shall make full payment to the employee by reason of the
25		violation. Each failure to pay an employee the wages as required by KRS 337.055
26		shall constitute a separate offense:[.]
27	(4)	Any employer who violates KRS 337.060 shall be assessed a civil penalty of not

Page 5 of 7

XXXX 1/4/2025 5:51 PM

Jacketed

1		less than one hundred dollars (\$100) nor more than one thousand dollars (\$1,000)
2		and shall also be liable to the affected employee for the amount withheld, plus
3		interest at the rate of ten percent (10%) per annum; [.]
4	(5)	Any employer who violates the provisions of KRS 337.065 shall be assessed a civil
5		penalty of not less than one hundred dollars (\$100) nor more than one thousand
6		dollars (\$1,000) for each offense and shall make full payment to the employee by
7		reason of the violation:[-]
8	(6)	Any person who fails to comply with KRS 337.070 shall be assessed a civil penalty
9		of not less than one hundred dollars (\$100) nor more than one thousand dollars
10		(\$1,000) for each offense and each day that the failure continues shall be deemed a
11		separate offense:[.]
12	(7)	Any employer who violates any provision of KRS 337.275 to 337.325, KRS
13		337.345, and KRS 337.385 to 337.405, or willfully hinders or delays the
14		commissioner or the commissioner's authorized representative in the performance
15		of his or her duties under KRS 337.295, or fails to keep and preserve any records as
16		required under KRS 337.320 and 337.325, or falsifies any record, or refuses to
17		make any record or transcription thereof accessible to the commissioner or the
18		commissioner's authorized representative shall be assessed a civil penalty of not
19		less than one hundred dollars (\$100) nor more than one thousand dollars (\$1,000).
20		A civil penalty of not less than one thousand dollars (\$1,000) shall be assessed for
21		any subsequent violation of KRS 337.285(4) to (9) and each day the employer
22		violates KRS 337.285(4) to (9) shall constitute a separate offense and penalty:[.]
23	(8)	Any employer who pays or agrees to pay wages at a rate less than the rate
24		applicable under KRS 337.275 and 337.285, or any wage order issued pursuant
25		thereto shall be assessed a civil penalty of not less than one hundred dollars (\$100)
26		nor more than one thousand dollars (\$1,000);[.]
27	(9)	Any employer who discharges or in any other manner discriminates against any

 $Page \ 6 \ of \ 7$ XXXX \ 1/4/2025 5:51 PM \ Jacketed

1		employee because the employee has made any complaint to his or her employer, to
2		the commissioner, or to the commissioner's authorized representative that he or she
3		has not been paid wages in accordance with KRS 337.275 and 337.285 or
4		regulations issued thereunder, or because the employee has caused to be instituted
5		or is about to cause to be instituted any proceeding under or related to KRS
6		337.385, or because the employee has testified or is about to testify in any such
7		proceeding, shall be deemed in violation of KRS 337.275 to 337.325, KRS 337.345,
8		and KRS 337.385 to 337.405 and shall be assessed a civil penalty of not less than
9		one hundred dollars (\$100) nor more than one thousand dollars (\$1,000): $[.]$
10	(10)	Any employer who violates KRS 337.365 shall be assessed a civil penalty of not
11		less than one hundred dollars (\$100) nor more than one thousand dollars
12		(\$1,000) <u>;[.]</u>
13	(11)	A person shall be assessed a civil penalty of not less than one hundred dollars
14		(\$100) nor more than one thousand dollars (\$1,000) when that person discharges or
15		in any other manner discriminates against an employee because the employee has:
16		(a) Made any complaint to his or her employer, the commissioner, or any other
17		person; or
18		(b) Instituted, or caused to be instituted, any proceeding under or related to KRS
19		337.420 to 337.433; or
20		(c) Testified, or is about to testify, in any such proceedings: and
21	(12)	Any employer who violates Section 1 of this Act shall be assessed a civil penalty
22		of not less than five hundred dollars (\$500) for each offense. Each day of
23		violation shall constitute a separate offense, and the violation as it affects each
24		individual employee shall constitute a separate offense. The Attorney General, or
25		any person authorized to act on his or her behalf, shall initiate enforcement of
26		this penalty.