

## Pineros y Campesinos Unidos del Noroeste Northwest Treeplanters and Farmworkers United

TESTIMONY TO THE HOUSE COMMITTEE AND BUSINESS AND LABOR IN SUPPORT OF HOUSE BILLS 2169, 2180 and 2181.

BY RAMON RAMIREZ, PRESIDENT OF PCUN, OREGON'S FARMWORKER UNION

#### FEBRUARY 13, 2017

On behalf of the 6500 members of PCUN, I wish to express our full support for House Bill 2169, 2180 and 2181.

Wage theft is a reality in our community. Violation of minimum wage of laws in agriculture is also reality. Over the past several years PCUN has documented hundreds of cases of wage fraud were workers were not paid at all.

In my packet I have included a BOLI determination letter of a case were 16 workers were not paid for two month's of work. These workers were owed thousands of dollars and simply not paid at all.

Not only did this employer cheat workers but also the community and the state of Oregon. He never paid taxes and continue to operate.

We believe that House Bills 2169, 2180 and 2181 would give workers tools to expose employer who cheat workers and help to recover wage that are owed. We not only have the legal obligation to correct or improves laws to stop wage theft, we have the moral obligation to stop the injustices of workers and their families.

We urge the committee to pass House Bills 2169, 2180 and 2181.

(3) (12) (12) (3)

# BEFORE THE BUREAU OF LABOR AND INDUSTRIES OF THE STATE OF OREGON

In the Wage Claim Matter of:
OREGON BUREAU OF LABOR AND
INDUSTRIES as assignee of
Jose Madrigal-Arias et al,
Wage Claimants,

ORDER OF DETERMINATION

FILE #: 11-2749

Jose Rubio de la Cruz, Employer

#### I. Jurisdiction

This Order of Determination ("Order") is prepared pursuant to ORS 652.310 to 652.405. The Bureau of Labor and Industries ("Bureau") has jurisdiction over this matter pursuant to ORS 652.330.

#### II. Employer Liability for Unpaid Wages

This Order is based upon the assigned wage claims filed by those wage claimants whose information is set out in Exhibit A, attached hereto and incorporated herein by this reference. During the periods set out in Exhibit A, the wage claimants performed work, labor and services for Jose Rubio de la Cruz ("employer"). The employer was required by the provisions of ORS 653.025 to compensate some of the wage claimants at the rate not less than \$8.50 per hour for each hour worked. The employer was also required by the provisions of OAR 839-020-0030 to compensate some of the wage claimants at one and one-half times the regular rate of pay for each hour worked over forty in a given work week. The wage claimants worked a total of 1,439 hours and are entitled to \$14,033.75 in wages, \$3,345.00 of which has been paid, leaving a balance due and owing of \$10,688.75 in unpaid wages. The Wage and Hour Division of the Bureau ("Agency") has determined that the employer owes the wage claimants \$10,688.75, together with the interest thereon as set out in Exhibit A.

### III. Penalty Wages and Civil Penalties

Penalty Wages: The Agency has determined that more than thirty days have elapsed since the wages became due and owing and since a written notice was sent to the employer pursuant to

ORS 652.140 and ORS 652.150. The employer has willfully failed to pay the wages referred to in Paragraph II and set forth in Exhibit A, entitling the wage claimants to \$15,240.00 in penalty wages under ORS 652.150 based on the claimants' hourly wage rates as set out in Exhibit B, with the interest thereon at the legal rate per annum as set out in Exhibit B, until paid. OAR 839-001-0470.

Civil Penalties: The Agency has also determined that the employer paid some of the wage claimants less than the wages to which the wage claimants were entitled under ORS 653.010 to 653.261 and is therefore liable to the wage claimants for civil penalties pursuant to the provisions of ORS 653.055(1)(b) in the amount of \$13,080.00, with the interest thereon at the legal rate per annum as set out in Exhibit B, until paid. OAR 839-001-0470(4); OAR 839-001-0496

### IV. Right to a Contested Case Proceeding or Court Trial

The employer is entitled to a contested case hearing or a trial in a court of law in connection with this Order and may be represented by counsel at either proceeding.

### V. Wages and Penalties Must Be Paid or a Hearing or Court Trial Requested

Pursuant to ORS 652.332, within 20 days of receipt of this Order, the employer must pay the full amount of the wage claims described in Paragraph II and the penalty wages and civil penalties described in Paragraph III or present a written request for a contested case hearing or trial in a court of law to the Commissioner. A request for a contested case hearing must also include an "Answer" as described in Paragraph VIII. If the employer does not pay the amounts described in this Order as owed by the employer or request a contested case hearing or a trial in a court of law within 20 days of receipt of this Order, this Order shall become final against the employer.

#### VI. Where to File Request for Hearing and Answer

The employer's written request for a contested case hearing or court trial must be submitted to the Agency at the address shown on the last page of this order.

#### VII. Representation of Employer

Contested case hearings will be conducted in accordance with ORS 652.310 to ORS 652.405, ORS chapter 183, and the Bureau's administrative rules regarding such hearings: The employer and the wage claimants may each be represented by counsel. All partnerships, corporations, unincorporated associations, including limited liability companies, and government agencies MUST be represented either by an attorney or by an "authorized representative" AT ALL STAGES OF THE HEARING, including the filing of a written request for hearing and Answer. OAR 839-050-0110. Before appearing in the case, an authorized representative must provide

written authorization to appear on behalf of the party. This authorization must be provided no later than the time that a request for hearing and Answer is filed. Other employers, including individuals, may choose whether or not to be represented by an attorney. Any attorney appearing on your behalf must be a member in good standing with the Oregon State Bar, or a member in good standing of the bar of another state or United States court who is permitted to appear in this proceeding by order of the administrative law judge. OAR 839-050-0020(10).

#### VIII. Requirements for Answer

The employer's request for a contested case hearing must include a written "Answer" to the factual determinations contained in Paragraphs II and III. The Answer must include an admission or denial of each factual determination set out in those paragraphs. The Answer must also affirmatively allege a short and plain statement of each affirmative defense which the employer will assert at the contested case hearing, including financial inability to pay the wages or compensation at the time they accrued.

## IX. Consequence of Failure to Deny Factual Determinations or to Plead Affirmative Defenses in Answer

Except for good cause, the factual determinations set out in Paragraphs II and III that are not denied in the Answer shall be deemed admitted. Failure to raise an affirmative defense in the Answer is a waiver of that defense. Any new facts or defenses alleged in the Answer will be deemed denied by the Agency and wage claimants.

#### X. Notice of Hearing

If the employer who files a written request for hearing and an Answer, the employer will be served with a Notice of Hearing that states the time and place of the hearing and the name of the administrative law judge designated by the Commissioner to preside at the hearing.

## XI. Consequence of Failure to Request Hearing and File Answer or Request Court Trial; Agency File as Record of the Case

- If the employer does not submit either (1) a written request for a contested case hearing that includes an Answer or (2) a written demand for a trial in a court of law within 20 days from the receipt of this Order, such failure shall constitute a waiver of the employer's right to a contested case hearing or a jury trial and this Order shall become final.
- of If the employer fails to file an Answer and request for hearing within the time specified, or if the employer makes a timely request for hearing but later withdraws that request, the record of the

proceeding to date, including information in the Agency file or files on the subject of the contested case, will automatically become part of the contested case record upon default against the employer for the purpose of proving a prima facie case. The Agency's file will be designated as the record of the case; this Order shall become final as to the employer, and no hearing will be held for the employer.

#### XII. Failure to Appear at Hearing

If the employer files a request for hearing and an Answer, but later notifies the Agency or the Hearings Unit that the employer will not appear at the time and place specified for hearing, or without such notification, fails to appear at hearing, the Agency's file will automatically become part of the contested case record for the purpose of proving a prima facie case against the employer.

DATED this	<u> </u>	day	of July,	2012.

Brad Avakian, Commissioner Bureau of Labor and Industries

CHRISTINE N HAMMOND, Administrator

Wage and Hour Division

Bureau of Labor and Industries

ALL PAYMENTS, REQUESTS FOR ADMINISTRATIVE HEARING, DEMANDS FOR TRIAL IN A COURT OF LAW OR INQUIRIES SHOULD BE MADE TO:

Mark Lundsten, Order Processor Bureau of Labor and Industries Wage and Hour Division 800 NE Oregon Street, Suite 1045 Portland, Oregon 97232-2180 Phone: 971-673-0848

WH-61 (Rev. 10/11)

#### EXHIBIT A

Jesus Madrigal Arias	Period of Employment: August 30, 2011 to September 27, 2011 Rate: \$12.00/hr for 165 hours and \$18.00/hr for 8 overtime hours Earned: Paid: Balance Due: With interest thereon at the legal rate per annum from November 1, 2011, until paid.	\$2,130.00 \$0.00 \$2,130.00
Edgar Vazquez-Garcia	Period of Employment: September 26, 2011 to October 8, 2011 Rate: \$9.00/hr for 85 hours Earned: Paid: Balance Due: With interest thereon at the legal rate per annum from November 1, 2011, until paid.	\$765.00 <u>\$195.00</u> <b>\$570.0</b> 0
Esteban Gomez-Zarate 12-0211	Period of Employment: July 21, 2011 to July 27, 2011 Rate: \$8.50/hr for 56 hours Earned: Paid: Balance Due: With interest thereon at the legal rate per annum from September 1, 2011, until paid.	\$476.00 <u>\$0.00</u> \$476.00
Rafaci Soto Regalado 12-0452	Period of Employment: October 18, 2011 to January 5, 2012 Rate: \$9.00/hr for 374.50 hours and \$13.50/hr for 38 OT overtime hours Earned: Paid: Balance Due: With interest thereon at the legal rate per annum from February 1, 2012, until paid.	\$3,883.50 \$1,200.00 \$2,683.50

Mario Gomez-Miranda 12-0470 Period of Employment:

December 2, 2011 to January 9, 2012 Rate: \$9.00/hr for 116 hours and

\$13.50/hr for 7 overtime hours

Earned: Paid:

Balance Due:

\$1,138.50 \$300.00 \$838.50

With interest thereon at the legal rate per annum from February 1, 2012, until paid.

Nicolas Lucas-Aguilar 12-0471 Period of Employment:

March 11, 2011 to March 30, 2011 Rate: \$9.00/hr for 127.50 hours and \$13.50/hr for 8 overtime hours

Earned: \$1,255.50
Paid: \$300.00
Balance Due: \$955.50

With interest thereon at the legal rate per annum from May 1, 2011, until paid.

Gustavo Ordonez-Gomez 12-0472 Period of Employment:

October 18, 2011 to January 5, 2012 Rate: \$9.00/hr for 387.50 hours and \$13.50/hr for 66.5 overtime hours

Earned: \$4,385.25
Paid: \$1,350.00
Balance Due: \$3,035.25

With interest thereon at the legal rate per annum from February 1, 2012, until paid.

TOTAL WAGES DUE:

\$10,688.75

#### EXHIBIT B

Jesus Madrigal-Arias

Termination Date:

September 27, 2011

Hourly Rate:

\$12.00

8 Hours of Pay:

\$96.00

Penalty wages at the rate of

\$96.00 for 30 days:

\$2,880.00

Additional penalty wages due

pursuant to ORS 653.055:

\$2,880.00

Plus interest at the legal rate per

annum from December 1, 2011, until paid.

Jesus Madrigal-Arias

Termination Date:

October 8, 2011

Hourly Rate:

\$9.00

8 Hours of Pay:

\$72.00

Penalty wages at the rate of

\$72.00 for 30 days:

\$2,160.00

Plus interest at the legal rate per

annum from December 1, 2011, until paid.

Esteban Gomez-Zarate

Termination Date:

July 25, 2011

Hourly Rate:

\$8.50 \$68.00

8 Hours of Pay:

Penalty wages at the rate of

\$68.00 for 30 days:

\$2,040.00

Additional penalty wages due

pursuant to ORS 653.055:

\$2,040.00

Plus interest at the legal rate per

annum from October 1, 2011, until paid.

Rafael Soto-Regalado

Termination Date:

January 5, 2012

Hourly Rate:

\$9.00

8 Hours of Pay:

\$72.00

Penalty wages at the rate of

\$72.00 for 30 days:

\$2,040.00

Additional penalty wages due

pursuant to ORS 653.055:

\$2,040.00

Plus interest at the legal rate per

annum from March 1, 2012, until paid.

Mario Gomez-Miranda

Termination Date:

January 9, 2012

Hourly Rate:

\$9.00

8 Hours of Pay:

\$72.00

Penalty wages at the rate of

\$72.00 for 30 days:

\$2,040.00

Additional penalty wages due

pursuant to ORS 653.055:

\$2,040.00

Plus interest at the legal rate per

annum from March 1, 2012, until paid.

Nicolas Lucas-Aguilar

Termination Date:

November 30, 2011

Hourly Rate:

\$9.00

8 Hours of Pay:

\$72.00

Penalty wages at the rate of

\$72,00 for 30 days:

\$2,040.00

Additional penalty wages due pursuant to ORS 653.055:

\$2,040.00

Plus interest at the legal rate per

annum from February 1, 2012, until paid.

Gustavo Ordonez-Gomez

Termination Date:

January 05, 2012

Hourly Rate:

\$9.00

8 Hours of Pay:

\$72.00

Penalty wages at the rate of

\$72.00 for 30 days:

\$2,040.00

Additional penalty wages due

pursuant to ORS 653.055:

\$2,040.00

Plus interest at the legal rate per

annum from December 1, 2011, until paid,

TOTAL PENALTY WAGES PER ORS 652,150:

\$15,240.00

TOTAL PENALTY WAGES PER ORS 653.055:

\$13,080.00

TOTAL:

\$28,320.00

## TESTIMONY TO THE HOUSE COMMITTEE ON LABOR BY RAFAEL SOTO

February 13, 2017

For the Record, my name is Rafael Soto, I am an American citizen. I am here to support of House Bill 2169, 2180 and 2181. I was a part of a three-person crew who washed apartment building in the Portland area.

I worked a total of 52 days and never in that time received a wage, not one dollar. Altogether I was owed a total of \$2,544 for the work I did. After trying to contact the employer more than 20 times by phone and going to his house, I made a complaint with BOLI.

Even after BOLI declared that in fact he owed me my wages as of today, he still hasn't paid me.

That is why I am here to testify in favor of House Bill 2169, 2180 and 2181, so that we have better laws to protect workers and the community. Please approve House Bill 2169, 2180 and 2181.

Sincerely,

Rafael Soto Woodburn, Oregon Testimony to the House Business and Labor Committee by Hector Rojas. February 13, 2017

Estimado miembros las Comite de Labor. Primeramente les quiro dar las gracias por la oportunidad de presentatar mi testimonio.

Mi nombre es Hector Rojas, vivo en Salem, Oregon y tengo mas de 20 años trabajado en la campo. Lo unico que yo gano de mi trabajo es un sueldo, no existe beneficios.

El año pasado trabaje con un contratista lleventado conos en el bosque, despues de trabajar cuarto dia no me pago. Trate en muchas ocaciones de communicar con el pero no me contestaba.

El robo de sueldo es una realidad para los que trabajan en el campo o forestal y necisitamos poner un alto a esto acto de robo.

Por esto estoy aqui para apoyar las propuestas que ayuda a los victimas conseguir sus sueldo robado.

Por favor, ayudanos de pasar estas propuestas muy necisitados . Muchas Gracias!

Hector Rojas Salem, Oregon.