

DEPARTMENT OF LABOR BUREAU OF LABOR STANDARDS 45 STATE HOUSE STATION AUGUSTA, MAINE 04333-0045

LAURA A. FORTMAN COMMISSIONER

JANET T. MILLS GOVERNOR WAGE & HOUR DIVISION

DR. JASON MOYER-LEE DIRECTOR

August 5, 2024

Riversedge Chiropractic Wellness Center and Dr. Cheryl La Grange (owner) 227 Main Street Old Town, ME 04468

RE: Violations of Title 26 MRS. Inspection #485198

Dear Dr. La Grange,

When our inspector visited your place of business on November 21, 2023, the following violations of Maine Labor Law were found:

### **Timely and Full Payment of Wages**

Section 621-A, entitled "Timely and Full Payment of Wages",<sup>1</sup> (materially) states:

**1. Minimum frequency and full payment.** At regular intervals not to exceed 16 days, every employer must pay in full all wages earned by each employee, except members of the family of the employer and salaried employees. Each payment must include all wages earned to within 8 days of the payment date. Payments that fall on a day when the business is regularly closed must be paid no later than the following business day. An employee who is absent from work at a time fixed for payment must be paid as if the employee was not absent. ...

**2. Regular payment required.** Wages must be paid on an established day or date at regular intervals made known to the employee. The interval may not be increased without written notice to the employee at least 30 days in advance of the increase.

In this case, worked on 9-22-2023 and 9-25-2023 and was not paid for those wages until a check was mailed to her on or about 11-7-2023.

#### **Total violations: 1**

<sup>&</sup>lt;sup>1</sup> https://legislature.maine.gov/statutes/26/title26sec621-A.html

## **Penalties**

When assessing fines, the Division generally relies on Section 53 of Title 26, which (materially) states:

...[T]he director may assess a forfeiture against any employer, officer, agent or other person who violates any provision of chapter 7, subchapters I to IV for each violation of those subchapters. The forfeiture may not exceed \$1,000 or the amount provided in law or rule as a penalty for the specific violation, whichever is less. ... The director shall adopt rules to govern the administration of the civil money forfeiture provisions. The rules must include a right of appeal by the employer and a range of monetary assessments with consideration given to the size of the employer's business, the good faith of the employer, the gravity of the violation and the history of previous violations. ...

The Rules referred to above are entitled: *Chapter 9: Rules Governing Administrative Civil Money Penalties for Labor Law Violations.*<sup>2</sup> Pursuant to these rules, fines start at the minimum penalty or the lowest amount in the penalty range for a particular violation, and then must be increased for the severity of the violation, when the employer has a history of violations, and if the violations are "willful". The fines decrease, on the other hand, when the employer demonstrates "good faith" or has 100 or fewer employees.

"History of repeat violations" and employer size are the only relevant criteria to the imposition of fines in this case. Riversedge Chiropractic Wellness Center under the ownership of Cheryl La Grange was previously issued a citation letter dated 11/19/2019 for violations of:

26 MRS §621-A Timely and Full Payment of Wages 26 MRS §664 (3) Overtime Rate 26 MRS §665 (1) True and Accurate Records

As such, this is a repeat violation, and the fine is subject to a multiplier of 2.0.

The employer in this case has an unknown number of employees. As such, we have used the smallest employer size category. This means that, pursuant to Section III(B)(2), the penalty amount in all violations will be reduced by 33.3%.

<sup>&</sup>lt;sup>2</sup>The rules which are currently in force, and upon which this citation relies, can be found here: https://view.officeapps.live.com/op/view.aspx?src=https%3A%2F%2Fwww.maine.gov%2Fsos%2Fcec%2Frules%2 F12%2F170%2F170c009.docx&wdOrigin=BROWSELINK.

Therefore, to calculate the penalty amount the Division imposes for the violation in this case, the Division starts with the minimum penalty provided by the statute in question, multiplies by 2.0, and then reduces the amount by 33.3%.

### Timely and Full Payment of Wages

The violations for timely and full payment of wages (Section 621-A) are subject to the penalty range set out at Section 626-A, which (materially) states: "Whoever violates any of the provisions of...sections 621-A to 623...is subject to a forfeiture of not less than \$100 nor more than \$500 for each violation."<sup>3</sup>

As \$100 is the lowest amount in the range, the Chapter 9 Rules require us to use this number as our starting point. The \$100 figure for the one violation is then multiplied by the 2.0 multiplier for repeat violations, resulting in an initial fine of \$200.00. The 33.3% reduction is then applied, resulting in a **total penalty amount of \$133.40**.

# **Appeals and Settlements**

The total penalty for the above violation(s) is \$133.40. Please make checks payable to "Treasurer, State of Maine" and mail to the address at the top of this letter.

Pursuant to Section 53 of Title 26, you have the right to appeal this citation. The Bureau's appeals process is set out in Section IV of the Chapter 9 Rules.

If you choose to file an appeal of any violation or penalty, you must do so within fifteen (15) business days of receipt of this notice. The appeal must be submitted in writing to the Deputy Director of the Bureau, at the address listed above. If you file an appeal, be specific as to which violation(s) or penalties you wish to appeal. If a request for a formal appeal is received timely, a hearing will be scheduled. The Deputy Director will assign the appeal to a qualified hearing officer. The hearing will be at the headquarters of the Bureau or at a place mutually agreeable to the parties. The hearing may be held telephonically or by remote video, at the discretion of the hearing officer. All proposed penalties will be stayed until after the formal appeal is heard.

If no response is received within the designated timeframe, you accept all citations and any penalties assessed. The notice will become a final order and payment will be due at that time.

We strongly recommend that any correspondence be sent by certified mail. Failure to correct violations may result in additional penalties for each violation that is not corrected.

You may approach the Bureau to negotiate a settlement to waive the violations or penalties at any time during this process. However, settlement negotiations will not affect the deadline to appeal.

<sup>&</sup>lt;sup>3</sup> https://legislature.maine.gov/statutes/26/title26sec626-A.html

If you have questions regarding this notice, you may contact the Bureau of Labor Standards, Wage & Hour Division at (207) 623-7925.

Respectfully,

Scott R. Cotnei

Scott Cotnoir, Director Wage and Hour Division Inspection #485198