

- 1 HB459
- 2 6GT8313-1
- 3 By Representatives Stadthagen, Shedd, Sorrells, Marques,
- 4 Kirkland, Moore (P), Colvin, Wilcox, Garrett, Lovvorn,
- 5 Simpson, Shirey, Lamb, Gidley, Ledbetter, Oliver, Carns
- 6 RFD: Commerce and Small Business
- 7 First Read: 16-Apr-24



SYNOPSIS:
Under existing law, a labor union may be
recognized by an employer if a majority of employees
sign cards pledging to join the union.
This bill would condition an employer's
eligibility for economic development incentives upon
the employer refraining from certain practices relating
to employee representation by a labor organization.
A BILL
TO BE ENTITLED
AN ACT
Relating to labor organizations; to condition an
employers' eligibility for economic development incentives
upon the employer refraining from certain practices relating
to employee representation by a labor organization; and to
provide oversight.
BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:
Section 1. For purposes of this act, the following
words have the following meanings:
(1) ECONOMIC DEVELOPMENT INCENTIVE. A grant, loan, or
tax credit provided by the state or local government to an
employer.

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29 (2) EMPLOYEE. An individual who performs services for
30 an employer for wages that are subject to withholding
31 requirements under 26 U.S.C. §3402.

32 (3) EMPLOYER. A person or entity that voluntarily 33 pursues an economic development incentive and enters into an 34 agreement with the state or local government for the purpose 35 of receiving the incentive.

36 (4) LABOR ORGANIZATION. The same meaning as provided in
37 Section 25-7-2, Code of Alabama 1975.

38 (5) PERSONAL CONTACT INFORMATION. An individual's home
39 address, home phone number, cell phone number, or personal
40 email address.

41 (6) PROJECT. The activity or enterprise for which an
42 employer receives an economic development incentive.

43 (7) SECRET BALLOT ELECTION. A process conducted by an
44 agent of the National Labor Relations Board in which an
45 employee casts a secret ballot for or against labor
46 organization representation.

47 (8) SUBCONTRACTOR. A person that has contracted with an48 employer to perform work or provide services.

49 (b) No employer shall be eligible to receive an
50 economic development incentive for a project if the employer
51 does any of the following:

(1) Voluntarily grants recognition rights for the employer's employees solely and exclusively on the basis of signed labor organization authorization cards if the selection of a bargaining representative may be conducted through a secret ballot election.

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(2) Voluntarily discloses an employee's personal 57 58 contact information to a labor organization, or third party acting on behalf of a labor organization, without the 59 60 employee's prior written consent, unless otherwise required by 61 state or federal law. 62 (3) Requires a subcontractor to engage in activities 63 prohibited by subdivision (1) or (2). 64 (c) An employer that engages in any activity prohibited 65 by subsection (b) shall be required to repay all economic development incentives received over the life of the project. 66 67 (d) This section shall not apply to any agreement between the state and an employer executed prior to January 1, 68 2025. 69 (e) The Alabama Department of Revenue may investigate 70 71 potential violations of subsection (b) of Section 1 and enforce the provisions of this section. 72 73 Section 2. This act shall become effective on October

1, 2024.

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