THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 216

Session of 2005

INTRODUCED BY J. TAYLOR, KENNEY, BARRAR, BEBKO-JONES, BELARDI, BELFANTI, CALTAGIRONE, CAPPELLI, COSTA, CRUZ, CURRY, DALEY, DeWEESE, EACHUS, FICHTER, FRANKEL, FREEMAN, GEORGE, HARPER, HENNESSEY, JOSEPHS, W. KELLER, LaGROTTA, LEACH, LEDERER, MAITLAND, MANDERINO, MELIO, MUNDY, PETRONE, PISTELLA, PRESTON, RAYMOND, SANTONI, SCAVELLO, SHANER, STABACK, STURLA, SURRA, E. Z. TAYLOR, THOMAS, TIGUE, WALKO, WATSON, YOUNGBLOOD AND YUDICHAK, FEBRUARY 2, 2005

REFERRED TO COMMITTEE ON LABOR RELATIONS, FEBRUARY 2, 2005

AN ACT

- 1 Amending the act of January 17, 1968 (P.L.11, No.5), entitled
- 2 "An act establishing a fixed minimum wage and overtime rates
- for employes, with certain exceptions; providing for minimum rates for learners and apprentices; creating a Minimum Wage
- faces for learners and apprentices; creating a Minimum wage
 Advisory Board and defining its powers and duties; conferring
- 6 powers and imposing duties upon the Department of Labor and
- 7 Industry; imposing duties on employers; and providing
- 8 penalties, "further providing for minimum wage rates.
- 9 The General Assembly of the Commonwealth of Pennsylvania
- 10 hereby enacts as follows:
- 11 Section 1. Section 4 of the act of January 17, 1968 (P.L.11,
- 12 No.5), known as The Minimum Wage Act of 1968, amended December
- 13 10, 1974 (P.L.916, No.303), July 1, 1978 (P.L.735, No.135),
- 14 December 15, 1988 (P.L.1232, No.150) and July 9, 1990 (P.L.348,
- 15 No.79), is amended to read:
- 16 Section 4. Minimum Wages.--Except as may otherwise be
- 17 provided under this act:
- 18 (a) Every employer shall pay to each of his employes wages

- 1 for all hours worked at a rate of not less than[:
- 2 (1) Two dollars sixty-five cents (\$2.65) an hour upon the
- 3 effective date of this amendment.
- 4 (2) Two dollars ninety cents (\$2.90) an hour during the year
- 5 beginning January 1, 1979.
- 6 (3) Three dollars ten cents (\$3.10) an hour during the year
- 7 beginning January 1, 1980.
- 8 (4) Three dollars thirty-five cents (\$3.35) an hour after
- 9 December 31, 1980.
- 10 (5) Three dollars seventy cents (\$3.70)] <u>five dollars</u>
- 11 <u>fifteen cents (\$5.15)</u> an hour [beginning February 1, 1989] <u>after</u>
- 12 August 31, 1997, and [thereafter.] before September 1, 2005;
- 13 <u>five dollars sixty-five cents (\$5.65) an hour after August 31,</u>
- 14 2005, and before September 1, 2006; and six dollars fifteen
- 15 <u>cents (\$6.15) an hour after August 31, 2006.</u>
- 16 (a.1) If the minimum wage set forth in the Fair Labor
- 17 Standards Act of 1938 (52 Stat. 1060, 29 U.S.C. § 201 et seq.)
- 18 is increased above [three dollars thirty-five cents (\$3.35) an
- 19 hour] the minimum wage required under this section, the minimum
- 20 wage required under this section shall be increased by the same
- 21 amounts and effective the same date as the increases under the
- 22 Fair Labor Standards Act, and the provisions of subsection (a)
- 23 are suspended to the extent they differ from those set forth
- 24 under the Fair Labor Standards Act.
- 25 (b) The secretary, to the extent necessary to prevent
- 26 curtailment of employment opportunities, shall by regulations
- 27 provide for the employment of learners and students, under
- 28 special certificates at wages lower than the minimum wage
- 29 applicable under this section, and subject to such limitations
- 30 as to number, proportion and length of service as the secretary

- 1 shall prescribe: Provided, That the minimum wage prescribed
- 2 under this subsection (b) shall not be less than eighty-five
- 3 percent of the otherwise applicable wage rate in effect under
- 4 section 4. A special certificate issued under this subsection
- 5 shall provide that for six or less students for whom it is
- 6 issued shall, except during vacation periods, be employed on a
- 7 part-time basis and not in excess of twenty hours in any
- 8 workweek at a sub-minimum rate.
- 9 In the case of an employer who intends to employ seven or
- 10 more students, at a sub-minimum rate, the secretary may issue a
- 11 special certificate only if the employer certifies to the
- 12 secretary that employment of such students will not create a
- 13 substantial probability of reducing the full-time employment
- 14 opportunities for other workers.
- 15 (c) Employes shall be paid for overtime not less than one
- 16 and one-half times the employe's regular rate as prescribed in
- 17 regulations promulgated by the secretary: Provided, That
- 18 students employed in seasonal occupations as defined and
- 19 delimited by regulations promulgated by the secretary may, by
- 20 such regulations, be excluded from the overtime provisions of
- 21 this act: And provided further, That the secretary shall
- 22 promulgate regulations with respect to overtime subject to the
- 23 limitations that no pay for overtime in addition to the regular
- 24 rate shall be required except for hours in excess of forty hours
- 25 in a workweek.
- 26 (d) An employe whose earning capacity is impaired by
- 27 physical or mental deficiency or injury may be paid less than
- 28 the applicable minimum wage if either a license specifying a
- 29 wage rate commensurate with the employe's productive capacity
- 30 has been obtained by the employer from the secretary or a

- 1 Federal certificate is obtained under section 14(c) of the Fair
- 2 Labor Standards Act of 1938 (52 Stat. 1060, 29 U.S.C. § 201 et
- 3 seq.). A license obtained from the secretary shall be granted
- 4 only upon joint application of employer and employe.
- 5 Section 2. This act shall take effect immediately.