THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 257

Session of 2005

INTRODUCED BY COHEN, BELFANTI, J. TAYLOR, DeWEESE, VEON, THOMAS, STETLER, BELARDI, BISHOP, BLAUM, KENNEY, FREEMAN, McGEEHAN, WALKO, WATERS, LaGROTTA, MELIO, OLIVER, SANTONI, MANDERINO, WASHINGTON, McCALL, W. KELLER, PISTELLA, TIGUE, JAMES, SURRA, HARHAI, LEVDANSKY, ROEBUCK, TANGRETTI, GERGELY, BEBKO-JONES, WOJNAROSKI, DALEY, STURLA, ROONEY, CAWLEY, WHEATLEY, MUNDY, CURRY, CALTAGIRONE, LEACH, RUFFING, FRANKEL, GEORGE, EACHUS, WILLIAMS, RAMALEY, STABACK, CRUZ, YOUNGBLOOD, SAMUELSON, KIRKLAND, YUDICHAK, GRUCELA, COSTA, BUTKOVITZ, BLACKWELL, MYERS, DeLUCA, D. EVANS, BUXTON, LESCOVITZ, PRESTON, DONATUCCI, CASORIO, JOSEPHS, PALLONE, SHANER, SOLOBAY, GOODMAN, RIEGER, CORRIGAN, DERMODY, PETRONE, YEWCIC, LEDERER, PETRARCA, SIPTROTH, FABRIZIO, PARKER AND SABATINA, FEBRUARY 8, 2005

AS AMENDED ON THIRD CONSIDERATION, HOUSE OF REPRESENTATIVES, APRIL 5, 2006

AN ACT

Amending the act of January 17, 1968 (P.L.11, No.5), entitled 2 "An act establishing a fixed minimum wage and overtime rates 3 for employes, with certain exceptions; providing for minimum rates 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. AMENDING THE ACT OF JANUARY 17, 1968 (P.L.11, NO.5), ENTITLED 9 10 "AN ACT ESTABLISHING A FIXED MINIMUM WAGE AND OVERTIME RATES 11 FOR EMPLOYES, WITH CERTAIN EXCEPTIONS; PROVIDING FOR MINIMUM 12 RATES FOR LEARNERS AND APPRENTICES; CREATING A MINIMUM WAGE 13 ADVISORY BOARD AND DEFINING ITS POWERS AND DUTIES; CONFERRING 14 POWERS AND IMPOSING DUTIES UPON THE DEPARTMENT OF LABOR AND 15 INDUSTRY; IMPOSING DUTIES ON EMPLOYERS; AND PROVIDING 16 PENALTIES, "FURTHER PROVIDING FOR MINIMUM WAGE; AND PROVIDING 17 FOR PREEMPTION.

- 18 The General Assembly of the Commonwealth of Pennsylvania
- 19 hereby enacts as follows:

- 1 Section 1. Section 4(a) and (a.1) of the act of January 17,
- 2 1968 (P.L.11, No.5), known as The Minimum Wage Act of 1968,
- 3 amended or added December 15, 1988 (P.L.1232, No.150), are
- 4 amended to read:
- 5 Section 4. Minimum Wages. Except as may otherwise be
- 6 provided under this act:
- 7 (a) Every employer shall pay to each of his employes wages
- 8 for all hours worked at a rate of not less than:
- 9 (1) Two dollars sixty five cents (\$2.65) an hour upon the
- 10 effective date of this amendment.
- 11 (2) Two dollars ninety cents (\$2.90) an hour during the year
- 12 beginning January 1, 1979.
- 13 (3) Three dollars ten cents (\$3.10) an hour during the year
- 14 beginning January 1, 1980.
- 15 (4) Three dollars thirty five cents (\$3.35) an hour after
- 16 December 31, 1980.
- 17 (5) Three dollars seventy cents (\$3.70) an hour beginning
- 18 February 1, 1989[, and thereafter].
- 19 (6) Five dollars seventy cents (\$5.70) an hour beginning
- 20 January 1, 2006.
- 21 (7) Six dollars twenty five cents (\$6.25) an hour beginning
- 22 January 1, 2007.
- 23 (a.1) If the minimum wage set forth in the Fair Labor
- 24 Standards Act of 1938 (52 Stat. 1060, 29 U.S.C. § 201 et seq.)
- 25 is increased above [three dollars thirty five cents (\$3.35) an
- 26 hour | the minimum wage required under this section, the minimum
- 27 wage required under this section shall be increased by the same
- 28 amounts and effective the same date as the increases under the
- 29 Fair Labor Standards Act, and the provisions of subsection (a)
- 30 are suspended to the extent they differ from those set forth

- 1 under the Fair Labor Standards Act.
- 2. * * *
- 3 Section 2. The increase in the minimum wage under section
- 4 4(a) of the act shall not apply to minors subject to the act of
- 5 May 13, 1915 (P.L.286, No.177), known as the Child Labor Law,
- 6 except those minors described in section 7.2 of the Child Labor
- 7 Law.
- 8 Section 3. This act shall take effect immediately.
- 9 SECTION 1. SECTION 4(A) AND (A.1) OF THE ACT OF JANUARY 17, <---
- 10 1968 (P.L.11, NO.5), KNOWN AS THE MINIMUM WAGE ACT OF 1968,
- 11 AMENDED OR ADDED DECEMBER 15, 1988 (P.L.1232, NO.150), ARE
- 12 AMENDED AND THE SECTION IS AMENDED BY ADDING A SUBSECTION TO
- 13 READ:
- 14 SECTION 4. MINIMUM WAGES.--EXCEPT AS MAY OTHERWISE BE
- 15 PROVIDED UNDER THIS ACT:
- 16 (A) EVERY EMPLOYER SHALL PAY TO EACH OF HIS EMPLOYES WAGES
- 17 FOR ALL HOURS WORKED AT A RATE OF NOT LESS THAN:
- 18 (1) TWO DOLLARS SIXTY-FIVE CENTS (\$2.65) AN HOUR UPON THE
- 19 EFFECTIVE DATE OF THIS AMENDMENT.
- 20 (2) TWO DOLLARS NINETY CENTS (\$2.90) AN HOUR DURING THE YEAR
- 21 BEGINNING JANUARY 1, 1979.
- 22 (3) THREE DOLLARS TEN CENTS (\$3.10) AN HOUR DURING THE YEAR
- 23 BEGINNING JANUARY 1, 1980.
- 24 (4) THREE DOLLARS THIRTY-FIVE CENTS (\$3.35) AN HOUR AFTER
- 25 DECEMBER 31, 1980.
- 26 (5) THREE DOLLARS SEVENTY CENTS (\$3.70) AN HOUR BEGINNING
- 27 FEBRUARY 1, 1989[, AND THEREAFTER].
- 28 (6) SIX DOLLARS TWENTY-FIVE CENTS (\$6.25) AN HOUR BEGINNING
- 29 <u>JULY 1, 2006.</u>
- 30 (7) SEVEN DOLLARS FIFTEEN CENTS (\$7.15) AN HOUR BEGINNING

- 1 JULY 1, 2007.
- 2 (A.1) IF THE MINIMUM WAGE SET FORTH IN THE FAIR LABOR
- 3 STANDARDS ACT OF 1938 (52 STAT. 1060, 29 U.S.C. § 201 ET SEQ.)
- 4 IS INCREASED ABOVE [THREE DOLLARS THIRTY-FIVE CENTS (\$3.35) AN
- 5 HOUR] THE MINIMUM WAGE REQUIRED UNDER THIS SECTION, THE MINIMUM
- 6 WAGE REQUIRED UNDER THIS SECTION SHALL BE INCREASED BY THE SAME
- 7 AMOUNTS AND EFFECTIVE THE SAME DATE AS THE INCREASES UNDER THE
- 8 FAIR LABOR STANDARDS ACT, AND THE PROVISIONS OF SUBSECTION (A)
- 9 ARE SUSPENDED TO THE EXTENT THEY DIFFER FROM THOSE SET FORTH
- 10 UNDER THE FAIR LABOR STANDARDS ACT.
- 11 * * *
- 12 (E) IN LIEU OF THE MINIMUM WAGE PRESCRIBED IN SUBSECTION (A)
- 13 AND NOTWITHSTANDING SUBSECTIONS (B) AND (D), AN EMPLOYER MAY,
- 14 DURING THE FIRST SIXTY CALENDAR DAYS WHEN AN EMPLOYE UNDER THE
- 15 AGE OF TWENTY YEARS IS INITIALLY EMPLOYED, PAY THE EMPLOYE
- 16 TRAINING WAGES AT A RATE OF NOT LESS THAN THE MINIMUM WAGE SET
- 17 FORTH IN SECTION 6(A) OF THE FAIR LABOR STANDARDS ACT (29 U.S.C.
- 18 § 206(A)). A PERSON EMPLOYED AT THE TRAINING WAGE UNDER THIS
- 19 SUBSECTION SHALL BE INFORMED OF THE AMOUNT OF THE TRAINING WAGE
- 20 AND THE RIGHT TO RECEIVE THE FULL MINIMUM WAGE, OR A HIGHER
- 21 WAGE, UPON COMPLETION OF THE TRAINING PERIOD. NO EMPLOYER MAY
- 22 TAKE ANY ACTION TO DISPLACE EXISTING EMPLOYES, INCLUDING PARTIAL
- 23 DISPLACEMENTS SUCH AS REDUCTION IN THE HOURS, WAGES OR
- 24 EMPLOYMENT BENEFITS OF EXISTING EMPLOYES, FOR PURPOSES OF HIRING
- 25 INDIVIDUALS AT THE TRAINING WAGE AUTHORIZED BY THIS SUBSECTION.
- 26 SECTION 2. THE ACT IS AMENDED BY ADDING A SECTION TO READ:
- 27 SECTION 13.1. PREEMPTION. -- THE REGULATION OF MINIMUM WAGES
- 28 UNDER THIS ACT IS A MATTER OF EXCLUSIVE STATE CONTROL. MINIMUM
- 29 WAGES MAY NOT BE REGULATED BY ANY ORDINANCE, HOME RULE CHARTER
- 30 PROVISION, RESOLUTION, CONTRACT, RULE OR REGULATION OF A

- 1 POLITICAL SUBDIVISION.
- 2 SECTION 3. ALL ACTS AND PARTS OF ACTS ARE REPEALED INSOFAR
- 3 AS THEY ARE INCONSISTENT WITH THE ADDITION OF SECTION 13.1 OF
- 4 THE ACT.
- 5 SECTION 4. THIS ACT SHALL APPLY AS FOLLOWS:
- (1) THE ADDITION OF SECTION 13.1 OF THE ACT SHALL NOT 6
- 7 INVALIDATE ANY ORDINANCE, CHARTER PROVISION, RESOLUTION, RULE
- 8 OR REGULATION IN EFFECT ON THE EFFECTIVE DATE OF THIS
- 9 SECTION.
- (2) THE FOLLOWING PROVISIONS SHALL APPLY TO CONTRACTS 10
- 11 ENTERED INTO OR RENEWED ON OR AFTER THE EFFECTIVE DATE OF
- 12 THIS SECTION:
- 13 (I) THE ADDITION OF SECTION 13.1 OF THE ACT.
- 14 (II) SECTION 3 OF THIS ACT.
- 15 SECTION 5. THIS ACT SHALL TAKE EFFECT IMMEDIATELY.