## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL No. 1099 Session of 2011

INTRODUCED BY VANCE, ERICKSON, TARTAGLIONE, BROWNE, ARGALL, M. WHITE, BAKER, BRUBAKER, EARLL, EICHELBERGER, FERLO, ORIE, RAFFERTY, ROBBINS AND WAUGH, JUNE 3, 2011

REFERRED TO LABOR AND INDUSTRY, JUNE 3, 2011

## AN ACT

1 2 3 4 5 6 7 8	Amending the act of January 17, 1968 (P.L.11, No.5), entitled "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 Advisory Board and defining its powers and duties; conferring powers and imposing duties upon the Department of Labor and Industry; imposing duties on employers; and providing penalties," further providing for minimum wages.
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 July 9,
13	2006 (P.L.1077, No.112), is amended to read:
14	Section 4. Minimum WagesExcept as may otherwise be
15	provided under this act:
16	(a) Every employer shall pay to each of his or her employes
17	wages 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

1 beginning January 1, 1979.

2 (3) Three dollars ten cents (\$3.10) an hour during the year
3 beginning January 1, 1980.

4 (4) Three dollars thirty-five cents (\$3.35) an hour after
5 December 31, 1980.

6 (5) Three dollars seventy cents (\$3.70) an hour beginning
7 February 1, 1989.

8 (6) Five dollars fifteen cents (\$5.15) an hour beginning
9 September 1, 1997.

10 (7) Six dollars twenty-five cents (\$6.25) an hour beginning 11 January 1, 2007.

12 (8) Seven dollars fifteen cents (\$7.15) an hour beginning13 July 1, 2007.

14 (a.1) If the minimum wage set forth in the Fair Labor Standards Act of 1938 (52 Stat. 1060, 29 U.S.C. § 201 et seq.) 15 16 is increased above the minimum wage required under this section, the minimum wage required under this section shall be increased 17 18 by the same amounts and effective the same date as the increases 19 under the Fair Labor Standards Act, and the provisions of 20 subsection (a) are suspended to the extent they differ from those set forth under the Fair Labor Standards Act. 21

22 The secretary, to the extent necessary to prevent (b) 23 curtailment of employment opportunities, shall by regulations 24 provide for the employment of learners and students, under 25 special certificates at wages lower than the minimum wage 26 applicable under this section, and subject to such limitations 27 as to number, proportion and length of service as the secretary 28 shall prescribe: Provided, That the minimum wage prescribed 29 under this subsection (b) shall not be less than eighty-five 30 percent of the otherwise applicable wage rate in effect under

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1 section 4. A special certificate issued under this subsection
2 shall provide that for six or less students for whom it is
3 issued shall, except during vacation periods, be employed on a
4 part-time basis and not in excess of twenty hours in any
5 workweek at a sub-minimum rate.

6 In the case of an employer who intends to employ seven or 7 more students, at a sub-minimum rate, the secretary may issue a 8 special certificate only if the employer certifies to the 9 secretary that employment of such students will not create a 10 substantial probability of reducing the full-time employment 11 opportunities for other workers.

12 Employes shall be paid for overtime not less than one (C) 13 and one-half times the employe's regular rate as prescribed in 14 regulations promulgated by the secretary: Provided, That 15 students employed in seasonal occupations as defined and 16 delimited by regulations promulgated by the secretary may, by such regulations, be excluded from the overtime provisions of 17 18 this act: And provided further, That the secretary shall 19 promulgate regulations with respect to overtime subject to the 20 limitations that no pay for overtime in addition to the regular rate shall be required except for hours in excess of forty hours 21 in a workweek. Employes may utilize the overtime arrangement\_ 22 23 described in section 207(j) of the Fair Labor Standards Act (29\_ 24 U.S.C. § 207(j)) in hospitals and establishments engaged in the care of the sick, aged or mentally ill. 25

(d) An employe whose earning capacity is impaired by physical or mental deficiency or injury may be paid less than the applicable minimum wage if either a license specifying a wage rate commensurate with the employe's productive capacity has been obtained by the employer from the secretary or a

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Federal certificate is obtained under section 14(c) of the Fair
 Labor Standards Act of 1938 (52 Stat. 1060, 29 U.S.C. § 201 et
 seq.). A license obtained from the secretary shall be granted
 only upon joint application of employer and employe.

5 In lieu of the minimum wage prescribed in subsection (a) (e) and section 5(c) and notwithstanding subsections (b) and (d), an 6 7 employer may, during the first sixty calendar days when an 8 employe under the age of twenty years is initially employed, pay the employe training wages at a rate of not less than the 9 10 minimum wage set forth in section 6(a) of the Fair Labor Standards Act (29 U.S.C. § 206(a)). A person employed at the 11 12 training wage under this subsection shall be informed of the 13 amount of the training wage and the right to receive the full 14 minimum wage, or a higher wage, upon completion of the training 15 period. No employer may take any action to displace existing 16 employes, including partial displacements such as reduction in 17 the hours, wages or employment benefits of existing employes, 18 for purposes of hiring individuals at the training wage 19 authorized by this subsection.

20 Section 2. The amendment of section 4 of the act shall apply 21 retroactively to March 1, 2010.

22 Section 3. This act shall take effect immediately.

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