MAINE STATE LEGISLATURE

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132nd MAINE LEGISLATURE

FIRST REGULAR SESSION-2025

Legislative Document

No. 599

S.P. 283

In Senate, February 25, 2025

An Act to Codify the Federal Salary Threshold for Overtime Pay

Received by the Secretary of the Senate on February 19, 2025. Referred to the Committee on Labor pursuant to Joint Rule 308.2 and ordered printed.

DAREK M. GRANT Secretary of the Senate

Presented by Senator TIPPING of Penobscot.
Cosponsored by Representative ARCHER of Saco and
Representatives: BECK of South Portland, GEIGER of Rockland, MACIAS of Topsham,
ROEDER of Bangor, SATO of Gorham.

| 1 | Be it enacted by the People of the State of Maine as follows: |
|--|---|
| 2 3 | Sec. 1. 26 MRSA §663, sub-§3, \P K, as amended by PL 2009, c. 529, §2, is further amended to read: |
| 4 5 6 7 8 | K. A salaried employee who works in a bona fide executive, administrative or professional capacity and whose regular compensation, when converted to an annual rate, exceeds 3000 times the State's minimum hourly wage or the annualized rate established by the United States Department of Labor under the federal Fair Labor Standards Act, whichever is higher; and the highest of: |
| 9 10 | (1) Three thousand times the State's minimum hourly wage as determined in section 664, subsection 1; |
| 11 | (2) A salary level of \$58,656 per year; |
| 12 13 14 15 | (3) The 35th percentile of weekly earnings for full-time salary workers in the lowest-wage census region as published by the United States Department of Labor. Bureau of Labor Statistics, or its successor agency, as of July 1, 2027, and calculated every 3 years thereafter; and |
| 16 17 | (4) The annualized rate established by the United States Department of Labor under the federal Fair Labor Standards Act; and |
| 18 | SUMMARY |
| 19 20 21 22 22 23 24 | This bill codifies the federal paid overtime salary threshold for a salaried employee by adding the salary level of \$58,656 per year and the 35th percentile of weekly earnings for full-time salary workers in the lowest-wage census region as published by the United States Department of Labor, Bureau of Labor Statistics, or its successor agency, to the existing provision that details the compensation amounts in order for a salaried employee to be exempt from the laws governing minimum wage and overtime pay. |