

NOBS					
1	L.D. 92				
2	Date: 6 5 15 Report B (Filing No. H-318)				
3	LABOR, COMMERCE, RESEARCH AND ECONOMIC DEVELOPMENT				
4	Reproduced and distributed under the direction of the Clerk of the House.				
5	STATE OF MAINE				
6	HOUSE OF REPRESENTATIVES				
7	127TH LEGISLATURE				
8	FIRST REGULAR SESSION				
9 10	COMMITTEE AMENDMENT "B" to H.P. 75, L.D. 92, Bill, "An Act To Increase the Minimum Wage to \$8.00 per Hour"				
11	Amend the bill by striking out the title and substituting the following:				
12	'An Act To Increase the Minimum Wage'				
13 · 14	Amend the bill by striking out everything after the enacting clause and before the summary and inserting the following:				
15 16	'Sec. 1. 26 MRSA §664, sub-§1, as amended by PL 2007, c. 640, §4, is further amended to read:				
17 18 19 20 21 22 23 24 25 26 27	1. Minimum wage. The minimum hourly wage is \$6.50 per hour. Starting October 1, 2006, the minimum hourly wage is \$6.75 per hour. Starting October 1, 2007, the minimum hourly wage is \$7.00 per hour. Starting October 1, 2008, the minimum hourly wage is \$7.50 per hour. Starting October 1, 2016, the minimum hourly wage is \$8.00 per hour. Starting October 1, 2016, the minimum hourly wage is \$8.00 per hour. Starting October 1, 2018, the minimum hourly wage is \$8.00 per hour. Starting October 1, 2018, the minimum hourly wage is \$8.50 per hour. Starting October 1, 2018, the minimum hourly wage is \$9.00 per hour. If the highest federal minimum wage is increased in excess of the minimum wage in effect under this section, the minimum wage under this section is increased to the same amount, effective on the same date as the increase in the federal minimum wage, but in no case may the minimum wage exceed the minimum wage otherwise in effect under this section by more than \$1 per hour.				
28 29	A municipality or political subdivision of the State may not enact any ordinance, law or rule regulating the minimum hourly wage rate.				
30 31	Sec. 2. 26 MRSA §771, as amended by PL 1991, c. 544, §4, is further amended to read:				
32	§771. Minors under 14 years of age				
33 34	A minor under 14 years of age may not be employed, permitted or suffered to work in <u>nonagricultural employment</u> , about or in connection with agriculture, except for the				

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#### COMMITTEE AMENDMENT "B" to H.P. 75, L.D. 92

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planting, cultivating or harvesting of field crops or other agricultural employment not in direct contact with hazardous machinery or hazardous substances, any eating place, automatic laundries, retail establishment where frozen dairy products are manufactured on the premises, sporting or overnight camp, mercantile establishment or in outdoor occupations on the grounds of a hotel, and a minor between the ages of 14 and 16 years may not be so employed when the distance between the work place and the home of the minor, or any other factor, necessitates the minor's remaining away from home overnight. This section does not apply to any such minor who is employed directly by, with or under the supervision of either or both of the minor's parents; or to any such minor employed in school lunch programs, if limited to serving food and cleaning up dining rooms.

11 Sec. 3. 26 MRSA §773, as amended by PL 2009, c. 487, Pt. B, §12, is further 12 amended to read:

#### §773. Minors 14 and 15 years of age prohibited in certain places

A minor under who is at least 14 years of age and younger than 16 years of age may not be employed, permitted or suffered to work in, about or in connection with any manufacturing or mechanical establishment, hotel, rooming house, laundry, except those commonly known as automatic laundries, dry cleaning establishments, bakery, bowling alley, poolroom, or commercial places of amusement, including traveling shows and circuses, or in any theater or moving picture house or in conjunction with an amusement, game or show that allows or conducts betting. The provisions of this section pertaining to theaters do not apply to minors under 16 years of age who are employed or in training as theatrical actors or film actors. This section does not prohibit a minor under 16 years of age from performing work for a nonprofit organization that preserves film and other moving images and provides education and research opportunities for the public or for a theater that is operated by such an organization as an integral part of its mission.

The provisions of this section pertaining to manufacturing establishments shall <u>do</u> not apply to <u>retail establishments employing</u> minors <u>under</u> who are at least 14 years of age and younger than 16 years of age who are employed in retail establishments where any frozen dairy product or frozen dairy product mix or related food product is <u>manufactured</u> <u>produced</u> on the premises <u>for retail sales locally</u>, regardless of trade name or brand or coined name.

32 The provisions of this section pertaining to hotels do not apply to minors under 16 33 years of age who are employed in outdoor occupations on the grounds of a hotel or to 34 minors 15 years of age who are employed in kitchens, dining rooms, lobbies and offices 35 of a hotel. Minors 15 years of age are expressly prohibited from working in an area not 36 listed as permitted and are expressly prohibited from performing room service, making 37 deliveries of any sort to the hotel rooms or entering the hallways to those rooms.

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38The provisions of this section pertaining to manufacturing and mechanical39establishments shall not apply to minors under 16 years of age who are employed on the40grounds of a manufacturing or mechanical establishment, but who are assigned41nonhazardous work which is performed outside of any building in which manufacturing42or mechanical operations are undertaken.

43 The provisions of this section pertaining to manufacturing or mechanical 44 establishments, laundries, dry cleaning establishments and bakeries shall do not apply to

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minors under who are at least 14 years of age and younger than 16 years of age who are employed in retail sales, customer service operations or office work for these establishments, provided that retail, customer service or office areas are in a separate room.

Notwithstanding other provisions of this section, a minor under who is at least 14 years of age and younger than 16 years of age may be employed at a commercial place of amusement operating at a permanent location, except that minors under 16 years of age may not be employed at games of chance as defined in Title 17, chapter 62 or hazardous occupations as determined by the director.

- 10
   Sec. 4. 26 MRSA §774, sub-§1, as amended by PL 2011, c. 174, §§1 to 3, is

   11
   further amended to read:
  - 1. Minors 16 and 17 years of age. A minor under who is at least 16 years of age and younger than 18 years of age, enrolled in school, may not be employed as follows:
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A. More than 50 hours in any week when the minor's school is not in session;

B. More than 24 hours in any week when the minor's school is in session. In addition, the maximum weekly hours a minor may work is 50 hours during any week that the approved school calendar for the minor's school is less than 3 days or during the first or last week of the school calendar, regardless of how many days the minor's school is in session for the week. If requested, a school must provide verification of its closings to the minor's employer or the Department of Labor;

- C. More than 10 hours in any day when the minor's school is not in session;
- D. More than 6 hours in any day when the minor's school is in session, except that the minor may work up to 8 hours on the last scheduled day of the school week;
- 24 E. More than 6 consecutive days;
- F. After 10:15 11:00 p.m. on a day preceding a day on which the minor's school is in session or after 12 midnight on a day that does not precede such a school day; or
- G. Before 7 a.m. on a day on which the minor's school is in session or before 5 a.m.
  on any other day.
- 29 Sec. 5. 26 MRSA §774, sub-§2, ¶D, as enacted by PL 1991, c. 544, §5, is 30 amended to read:
  - D. More than 3 hours in any day when school is in session; or

32 Sec. 6. 26 MRSA §774, sub-§2, ¶E, as enacted by PL 1991, c. 544, §5, is 33 repealed.

34 Sec. 7. 26 MRSA §774, sub-§3, as amended by PL 1991, c. 713, §2, is further 35 amended to read:

36 3. Employment during hours school in session. A minor under 17 who is at least
 37 16 years of age and younger than 18 years of age may not be employed during the hours
 38 that the public schools of the town or city in which the minor resides are in session.

39 A. This subsection does not apply to:

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1 2 3 4 5	(1) A minor who has been excused from attendance by school officials in accordance with Title 20-A, section 5001-A, subsection 2 or subsection 3, except that a minor who has been excused in accordance with subsection 3 may not be employed during the hours that the minor's school or approved home instruction program is in session;
6 7	(2) A student in an alternative education plan that includes a work experience component;
8	(3) A student in an approved vocational cooperative education program; or
9 10	(4) A student who is granted permission for an early school release by the school principal.
11 12 13	The hours worked by a student in an alternative education plan or in an approved vocational cooperative education program may not be included in determining the student's total hours of permitted employment under subsection 1 and subsection 2.
14 15	Sec. 8. 26 MRSA §774, sub-§4, as amended by PL 2009, c. 211, Pt. B, §23, is repealed and the following enacted in its place:
16 17	4. Exemptions. The restrictions set forth in this section do not apply to a minor performing work:
18 19 20 21	A. Planting, cultivating or harvesting field crops or other agricultural employment, including the initial processing of farm crops, as long as the work does not require direct contact with hazardous machinery or hazardous substances, in accordance with the federal Fair Labor Standards Act of 1938, 29 United States Code, Section 212;
22	B. As an employed or in-training theatrical actor or film actor;
23 24 25 26	C. Taking or catching lobsters, fish or other marine organisms, as long as the work does not require direct contact with hazardous machinery or hazardous substances, in accordance with the federal Fair Labor Standards Act of 1938, 29 United States Code, Section 212; or
27 28 29 30	D. At a business that is solely owned by the minor's parent, as long as the work does not require direct contact with hazardous machinery or hazardous substances, in accordance with the federal Fair Labor Standards Act of 1938, 29 United States Code, Section 212.
31 32	Sec. 9. 26 MRSA §781, sub-§1-A, ¶B, as enacted by PL 2001, c. 46, §1, is amended to read:
33 34 35	B. A violation of the number of hours a minor may work in any day under section 774, subsection 1, paragraph $B, C$ or D or section 774, subsection 2, paragraph C or D, as long as the violation is not greater than 10 minutes per day; and
36 37	Sec. 10. 26 MRSA §781, sub-§1-A, ¶C, as enacted by PL 2001, c. 46, §1, is amended to read:
38 39 40	C. A violation of the number of hours worked in a week under section 774, subsection 1, paragraph A or B or section 774, subsection 2, paragraph A or B, as long as the violation is not greater than 50 minutes in a week.

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1	Sec. 11. 30-A MRSA §3007, sub-§7 is enacted to read:					
2 3	7. Minimum wage. A municipality may not adopt or enforce any ordinance regulating the minimum hourly wage rate.					
4 5	Sec. 12. Appropriations and allocations. The following appropriations and allocations are made.					
6	LABOR, DEPARTMENT OF					
7	Administration - Bureau of Labor Standards 0158					
8 9	Initiative: Provides funds to update and distribute the new minimum wage poster and other related publications.					
10 11 12	GENERAL FUND All Other	<b>2015-16</b> \$0	<b>2016-17</b> \$16,500			
12 13 14 '	GENERAL FUND TOTAL	\$0	\$16,500			
15	SUMMARY					
16 17 18	This amendment, which is the minority report of the committee, strikes the bill and replaces it with the following provisions governing the minimum wage and the employment of minors.					
19 20	1. It raises the minimum wage rate to \$8.00 per hour, starting October 1, 2016, \$8.50 per hour starting October 1, 2017 and \$9.00 per hour starting October 1, 2018.					
21	2. It prohibits a municipality from enacting or enforcing its own minimum wage rate.					
22 23 24 25	3. It conforms Maine law to federal law by providing that minors who are younger than 14 years of age may be employed only in the planting, cultivating or harvesting of field crops, or other agricultural employment that does not place them in direct contact with hazardous machinery or hazardous substances.					
26 27 28	4. It conforms to federal law the hours that minors who are 16 years of age and 17 years of age may work by extending the permissible time until which such a minor may work on a day preceding a school day.					
29 30	5. It eliminates the prohibition on minors under 16 years of age working more than 6 consecutive days.					
31 32	6. It eliminates the prohibition on minors under 18 years of age working more than 50 hours per week when school is not in session.					
33 34	7. It specifies that the restrictions on the hours of employment of minors do not apply to:					
35 36	A. Agricultural employment that does not require direct contact with hazardous machinery or hazardous substances;					
37	B. Employment or training as a theatrical actor or a film actor;					

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1 2 3	C. The taking or catching of lobsters, fish or other marine organisms, as long as the work does not require direct contact with hazardous machinery or hazardous substances; and
4 5	D. Work at a business that is solely owned by the minor's parent, as long as the work does not require direct contact with hazardous machinery or hazardous substances.
6	8. It adds an appropriations and allocations section.
7	FISCAL NOTE REQUIRED
8	(See attached)

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#### **127th MAINE LEGISLATURE**

#### LD 92

LR 289(03)

An Act To Increase the Minimum Wage to \$8.00 per Hour

Fiscal Note for Bill as Amended by Committee Amendment  $\mathcal{B}(H-3/8)$ Committee: Labor, Commerce, Research and Economic Development Fiscal Note Required: Yes

#### **Fiscal Note**

	FY 2015-16	FY 2016-17	Projections FY 2017-18	Projections FY 2018-19
Net Cost (Savings) General Fund	\$0	\$16,500	\$16,500	\$16,500
Appropriations/Allocations General Fund	\$0	\$16,500	\$16,500	\$16,500

#### **Fiscal Detail and Notes**

This bill includes a General Fund appropriation of \$16,500 in fiscal year 2016-17 to the Bureau of Labor Standards within the Department of Labor for the administrative costs associated with increasing the minimum wage. Of this amount, \$3,500 per year is for updating the minimum wage poster and other related publications, \$5,000 per year is related to postage costs to distribute the updated poster and publications to all employers in Maine and \$8,000 per year is for travel costs associated with compliance, education and outreach.

The first step on the lowest salary rate schedule in State Government is \$8.43 per hour. Currently there is no one being paid at that level. There are currently 2 employees being paid \$9.41 per hour. The 3-step increase in the minimum wage in the minority report will not increase salary costs to the State.