## ASSEMBLY SUBSTITUTE AMENDMENT 1, TO 2005 ASSEMBLY BILL 49

AN ACT to renumber and amend 104.08 (1), 104.08 (2) and 104.08 (3); to amend
104.01 (intro.), 104.01 (5), 104.02, 104.03, 104.04, 104.05, 104.06, 104.07 (1),
104.07 (2), 104.10, 104.11 and 104.12; and to create 104.001 and 104.08 (1m)
(b) of the statutes; relating to: preemption of city, village, town, or county
living wage ordinances.

## Analysis by the Legislative Reference Bureau

## *The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

6 **SECTION 1.** 104.001 of the statutes is created to read:

**104.001 Statewide concern; uniformity. (1)** The legislature finds that the
provision of a living wage that is uniform throughout the state is a matter of
statewide concern and that the enactment of a living wage ordinance by a city,

village, town, or county would be logically inconsistent with, would defeat the
purpose of, and would go against the spirit of this chapter. Therefore, this chapter
shall be construed as an enactment of statewide concern for the purpose of providing
a living wage that is uniform throughout the state.

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5 (2) A city, village, town, or county may not enact and administer an ordinance
6 establishing a living wage. Any city, village, town, or county living wage ordinance
7 that is in effect on the effective date of this subsection .... [revisor inserts date], is
8 void.

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(3) This section does not affect any of the following:

(a) The requirement that employees employed on a public works project
contracted for by a city, village, town, or county be paid at the prevailing wage rate,
as defined in s. 66.0903 (1) (g), as required under s. 66.0903.

(b) An ordinance that requires an employee of a county, city, village, or town,
an employee who performs work under a contract for the provision of services to a
county, city, village, or town, or an employee who performs work that is funded by
financial assistance from a county, city, village, or town, to be paid at a minimum
wage rate specified in the ordinance.

**SECTION 2.** 104.01 (intro.) of the statutes is amended to read:

19 104.01 Definitions. (intro.) The following terms as used in ss. 104.01 to
 20 104.12 this chapter shall be construed as follows:

21 **SECTION 3.** 104.01 (5) of the statutes is amended to read:

104.01 (5) The term "living-wage" shall mean "Living wage" means
compensation for labor paid, whether by time, piecework, or otherwise, sufficient to
enable the employee receiving it <u>the compensation</u> to maintain himself or herself
under conditions consistent with his or her welfare.

1	<b>SECTION 4.</b> 104.02 of the statutes is amended to read:
2	104.02 Living-wage Living wage prescribed. Every wage paid or agreed
3	to be paid by any employer to any employee, except as otherwise provided in s.
4	104.07, shall be not less than a living-wage living wage.
5	<b>SECTION 5.</b> 104.03 of the statutes is amended to read:
6	104.03 Unlawful wages. Any employer paying, offering to pay, or agreeing
7	to pay any employee a wage lower or less in value than a <del>living–wage</del> <u>living wage</u> is
8	guilty of a violation of <del>ss. 104.01 to 104.12</del> <u>this chapter</u> .
9	<b>SECTION 6.</b> 104.04 of the statutes is amended to read:
10	104.04 Classifications; department's authority. The department shall
11	investigate, ascertain, determine, and fix such reasonable classifications, and shall
12	impose general or special orders, determining the <del>living–wage</del> <u>living wage</u> , and shall
13	carry out the purposes of ss. 104.01 to 104.12 this chapter. Such investigations,
14	classifications, and orders shall be made as provided under s. 103.005, and the
15	penalties specified in s. 103.005 (12) shall apply to and be imposed for any violation
16	of <del>ss. 104.01 to 104.12</del> <u>this chapter</u> . In determining the <del>living–wage</del> <u>living wage</u> , the
17	department may consider the effect that an increase in the living–wage living wage
18	might have on the economy of the state, including the effect of a <del>living-wage</del> <u>living</u>
19	wage increase on job creation, retention, and expansion, on the availability of
20	entry-level jobs, and on regional economic conditions within the state. The
21	department may not establish a different minimum wage for men and women. Said
22	orders shall be subject to review in the manner provided in ch. 227.
23	<b>SECTION 7.</b> 104.05 of the statutes is amended to read:
94	104.05 Completenter inner stirsting. The department shall within 20 down

24 104.05 Complaints; investigation. The department shall, within 20 days
25 after the filing of a verified complaint of any person setting forth that the wages paid

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to any employee in any occupation are not sufficient to enable the employee to
maintain himself or herself under conditions consistent with his or her welfare,
investigate and determine whether there is reasonable cause to believe that the wage
paid to any employee is not a living-wage living wage.

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**SECTION 8.** 104.06 of the statutes is amended to read:

6 Wage council; determination. If, upon investigation, the 104.06 7 department finds that there is reasonable cause to believe that the wages paid to any 8 employee are not a living-wage, it living wage, the department shall appoint a wage 9 council, selected so as fairly to represent employers, employees, and the public, to 10 assist in its investigations and determinations. The living-wage living wage so 11 determined upon shall be the living-wage living wage for all employees within the 12 same class as established by the classification of the department.

**SECTION 9.** 104.07 (1) of the statutes is amended to read:

14 104.07 (1) The department shall make rules, and, except as provided under 15 subs. (5) and (6), grant licenses, to any employer who employs any employee who is 16 unable to earn the living-wage theretofore determined upon living wage determined 17 by the department, permitting such person the employee to work for a wage which 18 shall be that is commensurate with the employee's ability and each. Each license so 19 granted shall establish a wage for the licensee.

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**SECTION 10.** 104.07 (2) of the statutes is amended to read:

104.07 (2) The department shall make rules, and, except as provided under
subs. (5) and (6), grant licenses to sheltered workshops, to permit the employment
of workers with disabilities who are unable to earn the living-wage living wage at
a wage that is commensurate with their ability and productivity. A license granted

1	to a sheltered workshop under this section subsection may be issued for the entire
2	workshop or a department of the workshop.
3	SECTION 11. 104.08 (1) of the statutes is renumbered 104.08 (2m) and amended
4	to read:
5	104.08 <b>(2m)</b> All persons <u>Any person</u> working in <del>an occupation <u>a</u> trade industry</del>
6	for which a <del>living–wage</del> <u>living wage</u> has been established for minors, and who <del>shall</del>
7	have <u>has</u> no trade, shall <del>, if employed in an occupation which is a trade industry,</del> be
8	indentured under <del>the provisions of</del> s. 106.01.
9	<b>SECTION 12.</b> 104.08 (1m) (b) of the statutes is created to read:
10	104.08 (1m) (b) "Trade industry" means an industry involving physical labor
11	and characterized by mechanical skill and training such as render a period of
12	instruction reasonably necessary.
13	SECTION 13. 104.08 (2) of the statutes is renumbered 104.08 (1m) (intro.) and
14	amended to read:
15	104.08 (1m) (intro.) <u>A "trade" or a "trade industry" within the meaning of ss.</u>
16	104.01 to 104.12 shall be a trade or In this section:
17	(a) "Trade" means an industry occupation involving physical labor and
18	characterized by mechanical skill and training such as render a period of instruction
19	reasonably necessary.
20	(3) (a) The department shall investigate, determine, and declare what
21	occupations and industries are included within the phrase a "trade" or a "trade
22	industry <u>"."</u>
23	<b>SECTION 14.</b> 104.08 (3) of the statutes is renumbered 104.08 (3) (b) and
24	amended to read:

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1 104.08 (3) (b) The department may make exceptions to the operation of subs.
 (1) and (2) where sub. (2m) when conditions make their its application unreasonable.
 3 SECTION 15. 104.10 of the statutes is amended to read:

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104.10 Penalty for intimidating witness. Any employer who discharges or threatens to discharge, or in any way discriminates, or threatens to discriminate against any employee because the employee has testified or is about to testify, or because the employer believes that the employee may testify, in any investigation or proceeding relative to the enforcement of ss. 104.01 to 104.12 this chapter, is guilty of a misdemeanor, and upon conviction thereof shall be punished by a fine of \$25 for each offense.

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**SECTION 16.** 104.11 of the statutes is amended to read:

12 104.11 Definition of violation. Each day during which any employer shall
13 employ a person for whom a living-wage living wage has been fixed at a wage less
14 than the living-wage living wage fixed shall constitute a separate and distinct
15 violation of ss. 104.01 to 104.12 this chapter.

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**SECTION 17.** 104.12 of the statutes is amended to read:

17 **104.12 Complaints.** Any person may register with the department a 18 complaint that the wages paid to employees an employee for whom a living-wage 19 living wage has been established are less than that rate living wage, and the 20 department shall investigate the matter and take all proceedings necessary to 21 enforce the payment of a wage <u>that is</u> not less than the living-wage living wage. 22 Section 111.322 (2m) applies to discharge and other discriminatory acts arising in 23 connection with any proceeding under this section.

24 **SECTION 18. Initial applicability.** 

1 (1) This act first applies to an employee who is affected by a collective 2 bargaining agreement that contains provisions that are inconsistent with section 3 104.001 of the statutes, as created by this act, on the day on which the collective 4 bargaining agreement expires or is extended, modified, or renewed, whichever 5 occurs first.

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(END)