LRBa0277/2 RLR:jld:pg

ASSEMBLY AMENDMENT 1, TO ASSEMBLY SUBSTITUTE AMENDMENT 1, TO 2005 ASSEMBLY BILL 37

March 8, 2005 - Offered by Representative Sheridan.

1	At the locations indicated, amend the substitute amendment as follows:
2	${f 1.}$ Page 1, line 3: after "in criminal and delinquency proceedings" insert ", a
3	state minimum wage, granting rule-making authority, and providing a penalty".
4	2. Page 2, line 1: before that line insert:
5	"Section 1b. 49.141 (1) (g) of the statutes is amended to read:
6	49.141 (1) (g) "Minimum wage" means the state minimum hourly wage under
7	ch. $104 \underline{\text{s. }} 104.035 (1)$ or the federal minimum hourly wage under 29 USC 206 (a) (1),
8	whichever is applicable.
9	Section 1c. 104.01 (intro.) of the statutes is amended to read:
10	104.01 Definitions. (intro.) The following terms as used in ss. 104.01 to
11	104.12 shall be construed as follows In this chapter:

Section 1d. 104.01 (1) of the statutes is renumbered 104.01 (1m).

1	Section 1e. 104.01 (1d) of the statutes is created to read:
2	104.01 (1d) "Agricultural employee" means an employee who is employed in
3	farming, as defined in s. 102.04 (3).
4	SECTION 1f. 104.01 (5) of the statutes is amended to read:
5	104.01 (5) The term "living-wage" shall mean "Living wage" means
6	compensation for labor paid, whether by time, piecework, or otherwise, sufficient to
7	enable the employee receiving it to maintain himself or herself under conditions
8	consistent with his or her welfare.
9	Section 1g. 104.01 (5g) of the statutes is created to read:
10	104.01 (5g) "Minor employee" means a minor who is paid at the applicable
11	minimum wage rate for minors.
12	Section 1h. 104.01 (5m) of the statutes is created to read:
13	104.01 (5m) "Opportunity employee" means a person under 20 years of age who
14	is in the first 90 consecutive days of employment with his or her employer.
15	Section 1i. 104.01 (7m) of the statutes is created to read:
16	104.01 (7m) "Tipped employee" means an employee who in the course of
17	employment customarily and regularly receives money or other gratuities from
18	persons other than the employee's employer.
19	Section 1j. 104.01 (8) of the statutes is amended to read:
20	104.01 (8) The term "wage" and the term "wages" shall each mean "Wage"
21	means any compensation for labor measured by time, piece, or otherwise.
22	Section 1k. 104.02 of the statutes is amended to read:
23	104.02 Living-wage prescribed Living wage required. Every wage paid
24	or agreed to be paid by any employer to any employee, except as otherwise provided
25	in s. 104.07, shall be not less than a living-wage living wage.

24

1 **Section 1L.** 104.03 of the statutes is amended to read: $\mathbf{2}$ 104.03 Unlawful wages. Any employer paying, offering to pay, or agreeing 3 to pay any employee a wage lower or less in value than a living-wage living wage is guilty of a violation of ss. 104.01 to 104.12 this chapter. 4 5 **Section 1m.** 104.035 of the statutes is created to read: 6 **104.035 Minimum wage.** (1) EMPLOYEES GENERALLY. (a) *Minimum rates*. 7 Except as provided in subs. (2) to (8), the minimum wage is as follows: 8 1. For wages earned before October 1, 2005, \$5.70 per hour. 9 2. For wages earned beginning on October 1, 2005, \$6.50 per hour. 10 (b) Allowances for meals and lodging. Except as provided in subs. (2) (b) and 11 (4) (b), if an employer furnishes an employee with meals or lodging in accordance with rules promulgated by the department under s. 104.045 (2), the employer may 12 13 deduct the following amounts from the wages of the employee: 14 1. For lodging furnished before October 1, 2005, \$45.60 per week or \$6.50 per 15 day and for meals furnished before October 1, 2005, \$68.40 per week or \$3.25 per 16 meal. 17 2. For lodging furnished beginning on October 1, 2005, \$52 per week or \$7.40 18 per day and for meals furnished beginning on October 1, 2005, \$78 per week or \$3.70 per meal. 19 20 (2) MINOR AND OPPORTUNITY EMPLOYEES. (a) Minimum rates. Except as provided 21 in subs. (3) to (8), the minimum wage for a minor employee or an opportunity 22 employee is as follows:

1. For wages earned before October 1, 2005, \$5.30 per hour.

2. For wages earned beginning on October 1, 2005, \$5.90 per hour.

 $\mathbf{2}$

- (b) Allowances for meals and lodging. Except as provided in sub. (4) (b), if an employer furnishes a minor employee or an opportunity employee with meals or lodging in accordance with rules promulgated by the department under s. 104.045 (2), the employer may deduct the following amounts from the wages of the employee:
- 1. For lodging furnished before October 1, 2005, \$42.40 per week or \$6.05 per day and for meals furnished before October 1, 2005, \$63.60 per week or \$3 per meal.
- 2. For lodging furnished beginning on October 1, 2005, \$47.20 per week or \$6.75 per day and for meals furnished beginning on October 1, 2005, \$70.80 per week or \$3.35 per meal.
- (3) TIPPED EMPLOYEES. (a) *Minimum rates*. Except as provided in subs. (4) to (8), if an employer of a tipped employee establishes by the employer's payroll records that, when adding the tips received by the tipped employee in a week to the wages paid to the tipped employee in that week, the tipped employee receives not less than the applicable minimum wage specified in sub. (1) or (2), the minimum wage for the tipped employee is as follows:
- For wages earned by a tipped employee who is not an opportunity employee,
 \$2.33 per hour.
- 2. For wages earned by a tipped employee who is an opportunity employee, \$2.13 per hour.
- (b) Allowances for meals and lodging. If an employer furnishes a tipped employee with meals or lodging in accordance with rules promulgated by the department under s. 104.045 (2), the employer may deduct the applicable amounts specified in subs. (1) (b) or (2) (b) from the wages of the tipped employee.
- (4) AGRICULTURAL EMPLOYEES. (a) *Minimum rates*. Except as provided in subs. (7) and (8), the minimum wage for an agricultural employee is as follows:

- 1. For wages earned by an adult agricultural employee, \$5.15 per hour.
- 2. For wages earned by a minor agricultural employee, \$4.25 per hour.
 - (b) Allowances for meals and lodging. If an employer furnishes an agricultural employee with meals or lodging in accordance with rules promulgated by the department under s. 104.045 (2), the employer may deduct the following amounts from the wages of the employee:
 - 1. For lodging furnished to an adult agricultural employee, \$41.20 per week or \$5.90 per day and for meals furnished to an adult agricultural employee, \$61.80 per week or \$2.95 per meal.
 - 2. For lodging furnished to a minor agricultural employee, \$34 per week or \$4.85 per day and for meals furnished to a minor agricultural employee, \$51 per week or \$2.40 per meal.
 - (5) Camp counselors. (a) *Minimum rates for adult counselors*. The minimum wage for a counselor at a seasonal recreational or educational camp, including a day camp, who is an adult is as follows:
 - 1. For wages earned before October 1, 2005, \$215 per week if meals and lodging are not furnished, \$164 per week if only meals are furnished, and \$129 per week if both meals and lodging are furnished.
 - 2. For wages earned beginning on October 1, 2005, \$270 per week if meals and lodging are not furnished, \$217 per week if only meals are furnished, and \$171 per week if both meals and lodging are furnished.
 - 3. For wages earned beginning on October 1, 2006, \$315 per week if meals and lodging are not furnished, \$240 per week if only meals are furnished, and \$189 per week if both meals and lodging are furnished.

2

3

4

5

6

7

8

9

10

11

12

13

14

16

17

18

19

20

21

22

23

24

- (b) *Minimum rates for minor counselors*. The minimum wage for a counselor at a seasonal recreational or educational camp, including a day camp, who is a minor is as follows:
- 1. For wages earned before October 1, 2005, \$175 per week if meals and lodging are not furnished, \$133 per week if only meals are furnished, and \$105 per week if both meals and lodging are furnished.
- 2. For wages earned beginning on October 1, 2005, \$225 per week if meals and lodging are not furnished, \$171 per week if only meals are furnished, and \$135 per week if both meals and lodging are furnished.
- 3. For wages earned beginning on October 1, 2006, \$275 per week if meals and lodging are not furnished, \$209 per week if only meals are furnished, and \$165 per week if both meals and lodging are furnished.
 - **(6)** GOLF CADDIES. The minimum wage for a golf caddy is as follows:
- (a) For 18 holes, \$10.50.
- 15 (b) For 9 holes, \$5.90.
 - (7) MINIMUM WAGE ESTABLISHED BY DEPARTMENT. The department shall promulgate rules providing the minimum wage for all of the following:
 - (a) An employee or worker with a disability covered under a license under s. 104.07.
 - (b) A student learner.
 - (c) A student employed by an independent college or university for less than 20 hours per week.
 - (8) EMPLOYMENT EXEMPTED BY DEPARTMENT. The department shall promulgate rules exempting from the minimum wage requirements under subs. (1) to (7) all of the following:

 $\mathbf{2}$

- (a) A person engaged in casual employment in and around an employer's home on an irregular or intermittent basis for not more than 15 hours per week.
- (b) A person who resides with and who provides companionship and care, not including practical or professional nursing, as defined in s. 441.001 (3) and (4), and not more than 15 hours per week of general household work for an employer who, due to advanced age or physical or mental disability, cannot care for his or her own needs.
- (c) An elementary or secondary school student performing student work-like activities in the student's school.
- (9) DEPARTMENT MAY REVISE. The department may promulgate rules to increase a minimum wage or an allowance for meals and lodging provided under subs. (1) to (7).

Section 1n. 104.04 of the statutes is amended to read:

104.04 Classifications; department's authority. The department shall investigate, ascertain, determine, and fix such reasonable classifications, and shall impose general or special orders, determining the living—wage living wage, and shall carry out the purposes of ss. 104.01 to 104.12. Such this chapter. Those investigations, classifications, and orders shall be made as provided under s. 103.005, and the penalties specified in s. 103.005 (12) shall apply to and be imposed for any violation of ss. 104.01 to 104.12 this chapter. In determining the living—wage living wage, the department may consider the effect that an increase in the living—wage living wage might have on the economy of the state, including the effect of a living—wage living wage increase on job creation, retention, and expansion, on the availability of entry—level jobs, and on regional economic conditions within the state. The department may not establish a different minimum wage for men and

1	women. Said Those orders shall be subject to review in the manner provided in ch.
2	227.
3	SECTION 1no. 104.045 of the statutes is renumbered 104.045 (intro.) and
4	amended to read:
5	104.045 Tipped employees Tips, meals, lodging, and hours worked.
6	(intro.) The department shall by rule determine what amount of promulgate rules
7	governing all of the following:
8	(1) The counting of tips or similar gratuities may be counted toward fulfillment
9	of the employer's obligation under this chapter.
10	Section 1p. 104.045 (2) and (3) of the statutes are created to read:
11	104.045 (2) The deduction of meals or lodging provided by an employer to an
12	employee from the employer's obligation under this chapter.
13	(3) The determination of hours worked by an employee during which the
14	employee is entitled to a living wage under this chapter.
15	SECTION 1q. 104.05 of the statutes is amended to read:
16	104.05 Complaints; investigation. The department shall, within 20 days
17	after the filing of a verified complaint of any person setting forth alleging that the
18	wages paid to any employee in any occupation are not sufficient to enable the
19	employee to maintain himself or herself under conditions consistent with his or her
20	welfare, investigate and determine whether there is reasonable cause to believe that
21	the wage paid to any the employee is not a living-wage living wage.
22	Section 1r. 104.06 of the statutes is amended to read:
23	104.06 Wage council; determination. If, upon investigation, the
24	department finds that there is reasonable cause to believe that the wages paid to any
25	employee are not a living-wage, it living wage, the department shall appoint a wage

 $\mathbf{2}$

council, selected so as fairly to represent employers, employees, and the public, to assist in its investigations and determinations. The living-wage department may use the results of an investigation under this section to establish a living wage. A living wage so determined upon shall be the living-wage living wage for all employees within the same class as established by the classification of the department under s. 104.04.

Section 1s. 104.07 (1) of the statutes is amended to read:

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

Section 1t. 104.07 (2) of the statutes is amended to read:

104.07 (2) The department shall make promulgate 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 at a living wage so that those workers may work for a wage that is commensurate with their ability abilities and productivity. A license granted to a sheltered workshop under this section may be issued for the entire workshop or a department of the workshop.

SECTION 1u. 104.08 (1) of the statutes is renumbered 104.08 (2m) and amended to read:

104.08 (2m) All persons Any person working in an occupation a trade industry
for which a living-wage living wage has been established for minors, and who shall
have has no trade, shall, if employed in an occupation which is a trade industry, be
indentured under the provisions of s. 106.01.
Section 1vb. 104.08 (1m) (b) of the statutes is created to read:
104.08 (1m) (b) "Trade industry" means an industry involving physical labor
and characterized by mechanical skill and training such as render a period of
instruction reasonably necessary.
Section 1vc. 104.08 (2) of the statutes is renumbered 104.08 (1m) (intro.) and
amended to read:
104.08 (1m) (intro.) A "trade" or a "trade industry" within the meaning of ss.
104.01 to 104.12 shall be a trade or In this section:
(a) "Trade" means an industry occupation involving physical labor and
characterized by mechanical skill and training such as render a period of instruction
reasonably necessary. The department shall investigate, determine and declare
what occupations and industries are included within the phrase a "trade" or a "trade
industry".
SECTION 1vd. 104.08 (3) of the statutes is renumbered 104.08 (3) (b) and
amended to read:
104.08 (3) (b) The department may make exceptions to the operation of subs.
(1) and (2) $(1m)$ and $(2m)$ where conditions make their application unreasonable.
Section 1ve. 104.08 (3) (a) of the statutes is created to read:
104.08 (3) (a) The department shall investigate, determine, and declare what
occupations and industries are included within a trade or a trade industry.
SECTION 1vf. 104.10 of the statutes is amended to read:

104.10 Penalty for intimidating witness. Any employer who discharges or threatens to discharge, or who 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, is guilty of a misdemeanor, and upon conviction thereof shall be punished by a fine of \$25 this chapter may be fined \$500 for each offense.

Section 1vg. 104.11 of the statutes is amended to read:

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

Section 1vh. 104.12 of the statutes is amended to read:

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

Section 1vi. 234.94 (5) of the statutes is amended to read:

234.94 (5) "Primary employment" means work which that pays at least the minimum wage as established under ch. 104 s. 104.035 (1) or under federal law, whichever is greater, offers adequate fringe benefits, including health insurance, and is not seasonal or part time.

SECTION 1vj. 234.94 (8) of the statutes is amended to read:

234.94 (8) "Target group" means a population group for which the unemployment level is at least 25% higher than the statewide unemployment level, or a population group for which the average wage received is less than 1.2 times the minimum wage as established under ch. 104 s. 104.035 (1) or under federal law, whichever is greater. No population group is required to be located within a contiguous geographic area to be considered a target group.

Section 1vk. 800.09 (1) (b) of the statutes is amended to read:

800.09 (1) (b) If the defendant agrees to perform community service work in lieu of making restitution or paying the forfeiture, assessments, and costs, or both, the court may order that the defendant perform community service work for a public agency or a nonprofit charitable organization that is designated by the court. Community service work may be in lieu of restitution only if also agreed to by the public agency or nonprofit charitable organization and by the person to whom restitution is owed. The court may utilize any available resources, including any community service work program, in ordering the defendant to perform community service work. The number of hours of community service work required may not exceed the number determined by dividing the amount owed on the forfeiture by the minimum wage established under ch. 104 for adults in nonagriculture, nontipped employment s. 104.035 (1). The court shall ensure that the defendant is provided a written statement of the terms of the community service order and that the community service order is monitored.

Section 1vL. 800.095 (4) (b) 3. of the statutes is amended to read:

800.095 (4) (b) 3. That the defendant perform community service work for a public agency or a nonprofit charitable organization designated by the court, except

that the court may not order the defendant to perform community service work unless the defendant agrees to perform community service work and, if the community service work is in lieu of restitution, unless the person to whom the restitution is owed agrees. The court may utilize any available resources, including any community service work program, in ordering the defendant to perform community service work. The number of hours of community service work required may not exceed the number determined by dividing the amount owed on the forfeiture, or restitution, or both, by the minimum wage established under ch. 104 for adults in nonagriculture, nontipped employment s. 104.035 (1). The court shall ensure that the defendant is provided a written statement of the terms of the community service order and that the community service order is monitored.

Section 1vm. 895.035 (2m) (c) of the statutes is amended to read:

895.035 (2m) (c) The court assigned to exercise jurisdiction under chs. 48 and 938 may order that the juvenile perform community service work for a public agency or nonprofit charitable organization that is designated by the court in lieu of making restitution or paying the forfeiture or surcharge. If the parent agrees to perform community service work in lieu of making restitution or paying the forfeiture or surcharge, the court may order that the parent perform community service work for a public agency or a nonprofit charitable organization that is designated by the court. Community service work may be in lieu of restitution only if also agreed to by the public agency or nonprofit charitable organization and by the person to whom restitution is owed. The court may utilize any available resources, including any community service work program, in ordering the juvenile or parent to perform community service work. The number of hours of community service work required may not exceed the number determined by dividing the amount owed on the

 $\mathbf{2}$

3

4

5

6

7

8

9

10

11

12

13

14

15

- restitution, forfeiture, or surcharge by the minimum wage established under ch. 104 for adults in nonagriculture, nontipped employment s. 104.035 (1). The court shall ensure that the juvenile or parent is provided with a written statement of the terms of the community service order and that the community service order is monitored.".
 - **3.** Page 2, line 2: delete "Section 1" and substitute "Section 1w".
 - **4.** Page 2, line 8: after that line insert:

"Section 3m. Effective dates. This act takes effect on the day after publication, except as follows:

(1) MINIMUM WAGE. The treatment of sections 49.141 (1) (g), 104.01 (intro.), (1), (1d), (5), (5g), (5m), (7m), and (8), 104.02, 104.03, 104.035, 104.04, 104.05, 104.06, 104.07 (1) and (2), 104.08 (1), (1m) (b), and (2), 104.10, 104.11, 104.12, 234.94 (5) and (8), 800.09 (1) (b), 800.095 (4) (b) 3., and 895.035 (2m) (c) of the statutes, the renumbering and amendment of sections 104.045 and 104.08 (3) of the statutes, and the creation of sections 104.045 (2) and (3) and 104.08 (3) (a) of the statutes take effect on the first day of the 3rd month beginning after publication.".

16 (END)