# As Referred by the House Rules and Reference Committee

132nd General Assembly

Regular Session 2017-2018

H. B. No. 576

**Representative Kelly** 

Cosponsors: Representatives Leland, Ashford, Sheehy, Kent, Howse, Lepore-Hagan, Antonio, West, Ramos, Clyde, Sykes

# A BILL

To amend sections 4111.02, 4111.09, and 4111.14 and	1
to repeal section 4111.07 of the Revised Code to	2
increase the state minimum wage.	3

# BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 4111.02, 4111.09, and 4111.14 of	4
the Revised Code be amended to read as follows:	5
Sec. 4111.02. Every (A) (1) Except as provided in division	6
(A) (2) of this section, every employer, as defined in Section	7
34a of Article II, Ohio Constitution, shall pay each of the	8
employer's employees at a wage rate of not less than the wage	9
rate specified in Section 34a of Article II, Ohio Constitution	10
the following wage rates:	11
(a) During the period beginning January 1, 2019, and	12
ending December 31, 2019, twelve dollars per hour;	13
(b) During the period beginning January 1, 2020, and	14
ending December 31, 2020, twelve dollars and fifty cents per	15
hour;	16

(c) During the period beginning January 1, 2021, and	17
ending December 31, 2021, thirteen dollars per hour;	18
(d) During the period beginning January 1, 2022, and	19
ending December 31, 2022, thirteen dollars and fifty cents per	20
hour;	21
(e) During the period beginning January 1, 2023, and	22
ending December 31, 2023, fourteen dollars per hour;	23
(f) During the period beginning January 1, 2024, and	24
ending December 31, 2024, fourteen dollars and fifty cents per	25
hour;	26
(g) Beginning January 1, 2025, fifteen dollars per hour.	27
(2) If an employer is able to demonstrate that an employee	28
receives tips that combined with the wages paid by the employer	29
are equal to or greater than the minimum wage rate for all hours	30
worked, the employer may pay the employee at a rate of less	31
than, but not less than half, the minimum wage rate required by	32
division (A)(1) of this section.	33
The (B) On September 30, 2025, and every thirtieth day of	34
<u>September thereafter, the director of commerce annually</u> shall	35
adjust the wage rate <del>as </del> specified in <u>division (A)(1)(q) of this</u>	36
section in accordance with Section 34a of Article II, Ohio	37
Constitution. The adjusted wage rate takes effect on the first	38
day of January immediately following the date of the adjustment.	39
(C) No political subdivision shall establish a minimum	40
wage rate different from the wage rate required under this	41
section.	42
(D) As used in this section, "employee" has the same	43
meaning as in section 4111.14 of the Revised Code.	44

Sec. 4111.09. Every employer subject to sections 4111.01 45 to 4111.17 of the Revised Code, or to any rules issued 46 thereunder, shall keep a summary of the sections, approved by 47 the director of commerce, and copies of any applicable rules 48 issued thereunder, or a summary of the rules, posted in a 49 conspicuous and accessible place in or about the premises 50 wherein any person subject thereto is employed. The director of 51 commerce shall make the summary described in this section 52 available on the web site of the department of commerce. The 53 director shall update this summary as necessary, but not less 54 than annually, in order to reflect changes in the minimum wage 55 rate as required under Section 34a of Article II, Ohio 56 Constitution and section 4111.02 of the Revised Code. Employees 57 and employers shall be furnished copies of the summaries and 58 rules by the state, on request, without charge. 59

Sec. 4111.14. (A) Pursuant to the general assembly's 60 authority to establish a minimum wage under Section 34 of 61 Article II, Ohio Constitution, this section is in implementation 62 of Section 34a of Article II, Ohio Constitution. In implementing 63 Section 34a of Article II, Ohio Constitution, the general 64 assembly hereby finds that the purpose of Section 34a of Article 65 II, Ohio Constitution, is to: 66

(1) Ensure that Ohio employees, as defined in division (B)
(1) of this section, are paid the wage rate required by <u>section</u>
<u>4111.02 of the Revised Code in accordance with</u> Section 34a of
Article II, Ohio Constitution;

(2) Ensure that covered Ohio employers maintain certain
records that are directly related to the enforcement of the wage
rate requirements <u>in of</u> Section 34a of Article II, Ohio
Constitution and section 4111.02 of the Revised Code;
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(3) Ensure that Ohio employees who are paid the wage rate
required by Section 34a of Article II, Ohio Constitution section
4111.02 of the Revised Code, may enforce their right to receive
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that wage rate in the manner set forth in Section 34a of Article
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II, Ohio Constitution; and
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(4) Protect the privacy of Ohio employees' pay and
personal information specified in Section 34a of Article II,
Ohio Constitution, by restricting an employee's access, and
access by a person acting on behalf of that employee, to the
employee's own pay and personal information.

(B) In accordance with Section 34a of Article II, Ohio 85 Constitution, the terms "employer," "employee," "employ," 86 "person," and "independent contractor" have the same meanings as 87 in the "Fair Labor Standards Act of 1938," 52 Stat. 1060, 29 88 U.S.C. 203, as amended. In construing the meaning of these 89 terms, due consideration and great weight shall be given to the 90 United States department of labor's and federal courts' 91 interpretations of those terms under the Fair Labor Standards 92 Act and its regulations. As used in division (B) of this 93 94 section:

(1) "Employee" means individuals employed in Ohio, but
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does not mean individuals who are excluded from the definition
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of "employee" under 29 U.S.C. 203(e) or individuals who are
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exempted from the minimum wage requirements in 29 U.S.C. 213 and
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from the definition of "employee" in this chapter.

(2) "Employ" and "employee" do not include any person
acting as a volunteer. In construing who is a volunteer,
"volunteer" shall have the same meaning as in sections 553.101
to 553.106 of Title 29 of the Code of Federal Regulations, as
amended, and due consideration and great weight shall be given

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to the United States department of labor's and federal courts'105interpretations of the term "volunteer" under the Fair Labor106Standards Act and its regulations.107

(C) In accordance with Section 34a of Article II, Ohio 108 Constitution, the state may issue licenses to employers 109 authorizing payment of a wage below that required by Section 34a 110 of Article II, Ohio Constitution, or section 4111.02 of the 111 <u>Revised Code</u> to individuals with mental or physical disabilities 112 that may otherwise adversely affect their opportunity for 113 employment. In issuing such licenses, the state shall abide by 114 the rules adopted pursuant to section 4111.06 of the Revised 115 Code. 116

(D) (1) In accordance with Section 34a of Article II, Ohio
Constitution, individuals employed in or about the property of
an employer or an individual's residence on a casual basis are
not included within the coverage of Section 34a of Article II,
Ohio Constitution. As used in division (D) of this section:

(a) "Casual basis" means employment that is irregular or 122 intermittent and that is not performed by an individual whose 123 vocation is to be employed in or about the property of the 124 employer or individual's residence. In construing who is 125 employed on a "casual basis," due consideration and great weight 126 shall be given to the United States department of labor's and 127 federal courts' interpretations of the term "casual basis" under 128 the Fair Labor Standards Act and its regulations. 129

(b) "An individual employed in or about the property of an 130
employer or individual's residence" means an individual employed 131
on a casual basis or an individual employed in or about a 132
residence on a casual basis, respectively. 133

(2) In accordance with Section 34a of Article II, Ohio 134 Constitution, employees of a solely family-owned and operated 135 business who are family members of an owner are not included 136 within the coverage of Section 34a of Article II, Ohio 137 Constitution. As used in division (D)(2) of this section, 138 "family member" means a parent, spouse, child, stepchild, 139 sibling, grandparent, grandchild, or other member of an owner's 140 immediate family. 141

(E) In accordance with Section 34a of Article II, Ohio
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Constitution, an employer shall at the time of hire provide an
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employee with the employer's name, address, telephone number,
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and other contact information and update such information when
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it changes. As used in division (E) of this section:

(1) "Other contact information" may include, where 147 applicable, the address of the employer's internet site on the 148 world wide web, the employer's electronic mail address, fax 149 number, or the name, address, and telephone number of the 150 employer's statutory agent. "Other contact information" does not 151 include the name, address, telephone number, fax number, 152 internet site address, or electronic mail address of any 153 employee, shareholder, officer, director, supervisor, manager, 154 or other individual employed by or associated with an employer. 155

(2) "When it changes" means that the employer shall 156 provide its employees with the change in its name, address, 157 telephone number, or other contact information within sixty 158 business days after the change occurs. The employer shall 159 provide the changed information by using any of its usual 160 methods of communicating with its employees, including, but not 161 limited to, listing the change on the employer's internet site 162 on the world wide web, internal computer network, or a bulletin 163

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board where it commonly posts employee communications or by 164 insertion or inclusion with employees' paychecks or pay stubs. 165

(F) In accordance with Section 34a of Article II, Ohio
Constitution, an employer shall maintain a record of the name,
address, occupation, pay rate, hours worked for each day worked,
and each amount paid an employee for a period of not less than
three years following the last date the employee was employed by
that employer. As used in division (F) of this section:

(1) "Address" means an employee's home address as
maintained in the employer's personnel file or personnel
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database for that employee.

(2) (a) With respect to employees who are not exempt from the overtime pay requirements of the Fair Labor Standards Act or this chapter, "pay rate" means an employee's base rate of pay.

(b) With respect to employees who are exempt from the 178 overtime pay requirements of the Fair Labor Standards Act or 179 this chapter, "pay rate" means an employee's annual base salary 180 or other rate of pay by which the particular employee qualifies 181 for that exemption under the Fair Labor Standards Act or this 182 183 chapter, but does not include bonuses, stock options, incentives, deferred compensation, or any other similar form of 184 compensation. 185

(3) "Record" means the name, address, occupation, pay
rate, hours worked for each day worked, and each amount paid an
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employee in one or more documents, databases, or other paper or
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electronic forms of record-keeping maintained by an employer. No
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one particular method or form of maintaining such a record or
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records is required under this division. An employer is not
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required to create or maintain a single record containing only
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the employee's name, address, occupation, pay rate, hours worked 193 for each day worked, and each amount paid an employee. An 194 employer shall maintain a record or records from which the 195 employee or person acting on behalf of that employee could 196 reasonably review the information requested by the employee or 197 person. 198

An employer is not required to maintain the records 199 specified in division (F)(3) of this section for any period 200 before January 1, 2007. On and after January 1, 2007, the 201 employer shall maintain the records required by division (F)(3) 202 of this section for three years from the date the hours were 203 worked by the employee and for three years after the date the 204 employee's employment ends. 205

(4) (a) Except for individuals specified in division (F) (4) 206 (b) of this section, "hours worked for each day worked" means 207 the total amount of time worked by an employee in whatever 208 increments the employer uses for its payroll purposes during a 209 day worked by the employee. An employer is not required to keep 210 a record of the time of day an employee begins and ends work on 211 any given day. As used in division (F)(4) of this section, "day" 212 means a fixed period of twenty-four consecutive hours during 213 which an employee performs work for an employer. 214

(b) An employer is not required to keep records of "hours 215
worked for each day worked" for individuals for whom the 216
employer is not required to keep those records under the Fair 217
Labor Standards Act and its regulations or individuals who are 218
not subject to the overtime pay requirements specified in 219
section 4111.03 of the Revised Code. 220

(5) "Each amount paid an employee" means the total grosswages paid to an employee for each pay period. As used in222

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division (F)(5) of this section, "pay period" means the period 223 of time designated by an employer to pay an employee the 224 employee's gross wages in accordance with the employer's payroll 225 practices under section 4113.15 of the Revised Code. 226

(G) In accordance with Section 34a of Article II, Ohio 227 Constitution, an employer must provide such information without 228 charge to an employee or person acting on behalf of an employee upon request. As used in division (G) of this section:

(1) "Such information" means the name, address, 231 232 occupation, pay rate, hours worked for each day worked, and each amount paid for the specific employee who has requested that 233 specific employee's own information and does not include the 234 name, address, occupation, pay rate, hours worked for each day 235 worked, or each amount paid of any other employee of the 236 employer. "Such information" does not include hours worked for 237 each day worked by individuals for whom an employer is not 238 required to keep that information under the Fair Labor Standards 239 Act and its regulations or individuals who are not subject to 240 the overtime pay requirements specified in section 4111.03 of 241 the Revised Code. 242

(2) "Acting on behalf of an employee" means a person 243 acting on behalf of an employee as any of the following: 244

(a) The certified or legally recognized collective 245 bargaining representative for that employee under the applicable 246 federal law or Chapter 4117. of the Revised Code; 247

(b) The employee's attorney; 248

(c) The employee's parent, guardian, or legal custodian. 249

A person "acting on behalf of an employee" must be 250 specifically authorized by an employee in order to make a 251

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request for that employee's own name, address, occupation, pay 252 rate, hours worked for each day worked, and each amount paid to 253 that employee. 254 (3) "Provide" means that an employer shall provide the 255 requested information within thirty business days after the date 256 the employer receives the request, unless either of the 257 following occurs: 258 (a) The employer and the employee or person acting on 259 behalf of the employee agree to some alternative time period for 260 providing the information. 261 (b) The thirty-day period would cause a hardship on the 262 employer under the circumstances, in which case the employer 263 must provide the requested information as soon as practicable. 264 (4) A "request" made by an employee or a person acting on 265 behalf of an employee means a request by an employee or a person 266 acting on behalf of an employee for the employee's own 267 information. The employer may require that the employee provide 268 the employer with a written request that has been signed by the 269 employee and notarized and that reasonably specifies the 270 particular information being requested. The employer may require 271 that the person acting on behalf of an employee provide the 272 employer with a written request that has been signed by the 273 employee whose information is being requested and notarized and 274 that reasonably specifies the particular information being 275 requested. 276

(H) In accordance with Section 34a of Article II, Ohio
Constitution, an employee, person acting on behalf of one or
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more employees, and any other interested party may file a
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complaint with the state for a violation of any provision of
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Section 34a of Article II, Ohio Constitution, or any law or 281 regulation implementing its provisions. Such complaint shall be 282 promptly investigated and resolved by the state. The employee's 283 name shall be kept confidential unless disclosure is necessary 284 to resolution of a complaint and the employee consents to 285 disclosure. As used in division (H) of this section: 286

(1) "Complaint" means a complaint of an alleged violation
pertaining to harm suffered by the employee filing the
complaint, by a person acting on behalf of one or more
employees, or by an interested party.

(2) "Acting on behalf of one or more employees" has the
same meaning as "acting on behalf of an employee" in division
(G) (2) of this section. Each employee must provide a separate
written and notarized authorization before the person acting on
that employee's or those employees' behalf may request the name,
address, occupation, pay rate, hours worked for each day worked,
and each amount paid for the particular employee.

(3) "Interested party" means a party who alleges to be
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injured by the alleged violation and who has standing to file a
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complaint under common law principles of standing.
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(4) "Resolved by the state" means that the complaint hasbeen resolved to the satisfaction of the state.302

(5) "Shall be kept confidential" means that the state303shall keep the name of the employee confidential as required by304division (H) of this section.305

(I) In accordance with Section 34a of Article II, Ohio
 Constitution, the state may on its own initiative investigate an
 and any law or regulation implementing Section 34a
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authorities information related to investigations.

of Article II, Ohio Constitution. The employer shall make 310 available to the state any records related to such investigation 311 and other information required for enforcement of Section 34a of 312 Article II, Ohio Constitution or any law or regulation 313 implementing Section 34a of Article II, Ohio Constitution. The 314 state shall investigate an employer's compliance with this 315 section in accordance with the procedures described in section 316 4111.04 of the Revised Code. All records and information related 317 to investigations by the state are confidential and are not a 318 public record subject to section 149.43 of the Revised Code. 319 This division does not prevent the state from releasing to or 320 exchanging with other state and federal wage and hour regulatory 321

(J) In accordance with Section 34a of Article II, Ohio 323 Constitution, damages shall be calculated as an additional two 324 times the amount of the back wages and in the case of a 325 violation of an anti-retaliation provision an amount set by the 326 state or court sufficient to compensate the employee and deter 327 future violations, but not less than one hundred fifty dollars 328 for each day that the violation continued. The "not less than 329 one hundred fifty dollar" penalty specified in division (J) of 330 this section shall be imposed only for violations of the anti-331 retaliation provision in Section 34a of Article II, Ohio 332 Constitution. 333

(K) In accordance with Section 34a of Article II, Ohio 334 Constitution, an action for equitable and monetary relief may be 335 brought against an employer by the attorney general and/or an 336 employee or person acting on behalf of an employee or all 337 similarly situated employees in any court of competent 338 jurisdiction, including the court of common pleas of an 339 employee's county of residence, for any violation of Section 34a 340

of Article II, Ohio Constitution, or any law or regulation341implementing its provisions within three years of the violation342or of when the violation ceased if it was of a continuing343nature, or within one year after notification to the employee of344final disposition by the state of a complaint for the same345violation, whichever is later.346

(1) As used in division (K) of this section, 347
"notification" means the date on which the notice was sent to 348
the employee by the state. 349

(2) No employee shall join as a party plaintiff in any
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civil action that is brought under division (K) of this section
by an employee, person acting on behalf of an employee, or
person acting on behalf of all similarly situated employees
unless that employee first gives written consent to become such
a party plaintiff and that consent is filed with the court in
which the action is brought.

(3) A civil action regarding an alleged violation of this
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section shall be maintained only under division (K) of this
section. This division does not preclude the joinder in a single
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civil action of an action under this division and an action
under section 4111.10 of the Revised Code.
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(4) Any agreement between an employee and employer to work
for less than the wage rate specified in Section 34a of Article
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TI, Ohio Constitution section 4111.02 of the Revised Code, is no
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defense to an action under this section.

(L) In accordance with Section 34a of Article II, Ohio
Constitution, there shall be no exhaustion requirement, no
procedural, pleading, or burden of proof requirements beyond
those that apply generally to civil suits in order to maintain
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such action and no liability for costs or attorney's fees on an 370 employee except upon a finding that such action was frivolous in 371 accordance with the same standards that apply generally in civil 372 suits. Nothing in division (L) of this section affects the right 373 of an employer and employee to agree to submit a dispute under 374 this section to alternative dispute resolution, including, but 375 not limited to, arbitration, in lieu of maintaining the civil 376 suit specified in division (K) of this section. Nothing in this 377 division limits the state's ability to investigate or enforce 378 this section. 379

(M) An employer who provides such information specified in 380 Section 34a of Article II, Ohio Constitution, shall be immune 381 from any civil liability for injury, death, or loss to person or 382 property that otherwise might be incurred or imposed as a result 383 of providing that information to an employee or person acting on 384 behalf of an employee in response to a request by the employee 385 or person, and the employer shall not be subject to the 386 provisions of Chapters 1347. and 1349. of the Revised Code to 387 the extent that such provisions would otherwise apply. As used 388 in division (M) of this section, "such information," "acting on 389 behalf of an employee," and "request" have the same meanings as 390 in division (G) of this section. 391

(N) As used in this section, "the state" means the director of commerce.

Section 2. That existing sections 4111.02, 4111.09, and 394 4111.14 and section 4111.07 of the Revised Code are hereby 395 repealed. 396

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