HB 1355 - H AMD 99 By Representative Manweller

SCOPE AND OBJECT 03/03/2015

On page 2, beginning on line 18, after "(b)" strike all material through "30th" on line 19 and insert "((On September 30, 2000, and on each following September 30th)) Subject to section 2 of this act"

On page 2, beginning on line 25, after "for the" strike all material through "labor" on line 26 and insert "((twelve months prior to each September 1st as calculated by the United States department of labor)) average rate of inflation for the previous number of years since the last adjustment, as provided under section 2 of this act"

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- 11 On page 2, after line 30, insert the following:
- "NEW SECTION. Sec. 2. This section is the minimum wage 13 performance statement for the minimum wage increase created in section 14 1 of this act. This performance statement is only intended to be used 15 for subsequent evaluation of the minimum wage increase. It is not 16 intended to create a private right of action by any party or be used 17 to determine eligibility for any wage and hour benefits.
- 18 (1) It is the legislature's specific public policy objective to 19 increase minimum wages for the purposes of reducing income inequality 20 in the state, as measured by the United States census bureau.
- 21 (2) Beginning September 2020, the joint legislative audit and 22 review committee shall conduct a review on whether there has been a 23 rise in income inequality in the state since the effective date of 24 this section. If the review finds that there has been a rise in 25 income inequality, then the department may not adjust the minimum wage 26 rate for inflation, as provided for under section 1 of this act, 27 unless the rise is due to some factor other than the increase in the

1 minimum wage rate. The minimum wage rate shall not be adjusted until

2 a review conducted by the joint legislative audit and review committee

3 finds that income inequality in the state has not risen, or if it has

4 risen, the rise is due to some factor other than the minimum wage

5 rate.

- 6 (b) Beginning September 2025, and every five years thereafter, the
- 7 joint legislative audit and review committee shall conduct a review on
- 8 whether income inequality in this state has risen compared to the
- 9 previous review conducted by the joint legislative audit and review
- 10 committee. The minimum wage rate may be adjusted for inflation as
- 11 provided for under section 1 of this act only if the joint legislative
- 12 audit and review committee finds in its review that income inequality
- 13 has not risen compared to the last review, or if it has risen, the
- 14 rise is due to some factor other than the minimum wage increase in
- 15 section 1 of this act. If the minimum wage rate is adjusted, it must
- 16 be adjusted by the average rate of inflation for the previous number
- 17 of years since the last time the minimum wage rate was adjusted for
- 18 inflation.
- 19 (3) In order to obtain the data necessary to perform the review in
- 20 subsection 2 of this section, the joint legislative audit and review
- 21 committee shall refer to the most current information available from
- 22 the United States census bureau's calculated gini coefficient."

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- 24 Renumber the remaining section consecutively and correct the
- 25 title.

EFFECT: Adds a performance statement that:

- sets forth the Legislature's public policy objective of reducing income inequality in the state;
- requires the Joint Legislative Audit and Review Committee (JLARC), in 2020, and every five years after, to review whether there has been a rise in income inequality; and
- provides that the minimum wage rate may only be adjusted for inflation when a JLARC review finds that there has not been a rise in income inequality, or if there has been a rise, it is due to some other factor than the minimum wage.

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