Session of 2013

## HOUSE BILL No. 2323

## By Representative Winn

## 2 - 13

AN ACT concerning labor and employment; relating to the minimum 1 2 wage; indexing to the consumer price index; amending K.S.A. 2012 3 Supp. 44-1203 and repealing the existing section. 4

5 *Be it enacted by the Legislature of the State of Kansas:* 

6 New Section 1. (a) Every employer shall pay to each employee no 7 less than:

8 (1) The minimum wage of \$7.25 in effect on January 1, 2013, 9 pursuant to subsection (a) of K.S.A. 44-1203, as calculated pursuant to subsection (b) of K.S.A. 44-1203, and amendments thereto; and as 10 cumulatively increased on January 1, 2014, and on January 1 of each 11 12 successive year as provided by this section; or

13 (2) a minimum or prevailing wage rate otherwise required by state or 14 federal law, if higher.

15 (b) The minimum wage required to be paid shall be increased 16 cumulatively on January 1, 2014, and on January 1 of successive years by 17 the increase in the cost of living. On or before September 30, 2013, and on 18 or before September 30 of each successive year, the secretary of labor shall 19 measure the increase in the cost of living by the percentage increase as of 20 July of that year over the level as of July of the immediately preceding 21 year of the consumer price index for all urban consumers, U.S. city 22 average for all items (CPI-U), or its successor index as published by the 23 United States department of labor or its successor agency, with the amount 24 of the minimum wage increase rounded to the nearest five cents.

25 (c) The secretary of labor shall promptly publish the determination of 26 an increase in the minimum wage as measured by the increase in the cost 27 of living, if any, on the website of the department of labor, in the Kansas 28 register, and in such other manner, in the discretion of the secretary, as will 29 provide timely and adequate notice to employers of the increase in the 30 minimum wage, if any, required on January 1 of the immediately 31 following year pursuant to this section.

32 (d) This section shall be a part of and supplemental to the minimum 33 wage and maximum hours law.

34 Sec. 2. K.S.A. 2012 Supp. 44-1203 is hereby amended to read as 35 follows: 44-1203. (a) Except as otherwise provided in the minimum wage and maximum hours law, every employer shall pay to each employee 36

1 wages at a rate as follows:

(1) Prior to January 1, 2010, employee wages shall be paid at a rate of 2 3 not less than \$2.65 an hour; and

4 (2) on and after January 1, 2010, employee wages shall be paid at a 5 rate of not less than \$7.25 an hour; and

6 (3) on and after January 1, 2014, the rate as increased cumulatively 7 pursuant to the provisions of section 1, and amendments thereto.

8 (b) In calculating such minimum wage rate, an employer may include 9 tips and gratuities received by an employee if such tips and gratuities have customarily constituted part of the remuneration of the employee and if the 10 employee concerned actually received and retained such tips and 11 12 gratuities. For employees receiving tips and gratuities, the employer shall pay a minimum wage of at least \$2.13 an hour. If when combined with the 13 minimum wage rate prescribed in this subsection the amount of the 14 15 employee's tips and gratuities are:

16 (1) At least equal to \$7.25 an hour, no further payment is required by 17 the employer: or

(2) less than \$7.25 an hour, the employer must pay the employee the 18 19 difference between \$7.25 an hour and the actual hourly amount received by the employee determined by combining the amount of tips and 20 21 gratuities received by the employee with the minimum wage prescribed by 22 this subsection paid by the employer.

23 (c) The provisions of this section shall not apply to any employers and employees who are covered under the provisions of the federal fair 24 25 labor standards act-(, 29 U.S.C.A. § 201 et seq.), and any other actsamendatory thereof or supplemental thereto. 26 27

Sec. 3. K.S.A. 2012 Supp. 44-1203 is hereby repealed.

28 This act shall take effect and be in force from and after its Sec. 4. 29 publication in the statute book.