# HOUSE . . . . . . . . . . . . . . . . No. 2365

### The Commonwealth of Massachusetts

#### PRESENTED BY:

#### Daniel M. Donahue

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act to improve the Commonwealth's economy with a strong minimum wage and a strong tipped minimum wage.

#### PETITION OF:

NAME:	DISTRICT/ADDRESS:
Daniel M. Donahue	16th Worcester
Brian M. Ashe	2nd Hampden
Cory Atkins	14th Middlesex
Ruth B. Balser	12th Middlesex
Christine P. Barber	34th Middlesex
Michael J. Barrett	Third Middlesex
Jennifer E. Benson	37th Middlesex
Antonio F. D. Cabral	13th Bristol
Daniel Cahill	10th Essex
Evandro C. Carvalho	5th Suffolk
Gerard Cassidy	9th Plymouth
Sonia Chang-Diaz	Second Suffolk
Nick Collins	4th Suffolk
Mike Connolly	26th Middlesex
Brendan P. Crighton	Third Essex
Claire D. Cronin	11th Plymouth
Daniel Cullinane	12th Suffolk

Josh S. Cutler	6th Plymouth
Julian Cyr	Cape and Islands
Marjorie C. Decker	25th Middlesex
Paul J. Donato	35th Middlesex
William Driscoll	7th Norfolk
Michelle M. DuBois	10th Plymouth
James B. Eldridge	Middlesex and Worcester
Tricia Farley-Bouvier	3rd Berkshire
Dylan Fernandes	Barnstable, Dukes and Nantucket
Michael J. Finn	6th Hampden
Linda Dorcena Forry	First Suffolk
Sean Garballey	23rd Middlesex
Denise C. Garlick	13th Norfolk
Carmine L. Gentile	13th Middlesex
Solomon Goldstein-Rose	3rd Hampshire
Carlos González	10th Hampden
Stephan Hay	3rd Worcester
Jonathan Hecht	29th Middlesex
Natalie Higgins	4th Worcester
Kate Hogan	3rd Middlesex
Kevin G. Honan	17th Suffolk
Daniel J. Hunt	13th Suffolk
Patricia D. Jehlen	Second Middlesex
Louis L. Kafka	8th Norfolk
Jay R. Kaufman	15th Middlesex
Mary S. Keefe	15th Worcester
Kay Khan	11th Middlesex
Peter V. Kocot	1st Hampshire
Robert M. Koczera	11th Bristol
Stephen Kulik	1st Franklin
John J. Lawn, Jr.	10th Middlesex
Jack Lewis	7th Middlesex
Jason M. Lewis	Fifth Middlesex
David Paul Linsky	5th Middlesex
Barbara A. L'Italien	Second Essex and Middlesex
Jay D. Livingstone	8th Suffolk
Adrian Madaro	1st Suffolk
John J. Mahoney	13th Worcester
Elizabeth A. Malia	11th Suffolk

Paul W. Mark	2nd Berkshire	
Juana B. Matias	16th Essex	
Joseph W. McGonagle, Jr.	28th Middlesex	
Joan Meschino	3rd Plymouth	
James R. Miceli	19th Middlesex	
Frank A. Moran	17th Essex	
Brian Murray	10th Worcester	
James J. O'Day	14th Worcester	
Smitty Pignatelli	4th Berkshire	
Denise Provost	27th Middlesex	
David M. Rogers	24th Middlesex	
Byron Rushing	9th Suffolk	
Daniel J. Ryan	2nd Suffolk	
Alan Silvia	7th Bristol	
Frank I. Smizik	15th Norfolk	
Thomas M. Stanley	9th Middlesex	
José F. Tosado	9th Hampden	
Chynah Tyler	7th Suffolk	
Steven Ultrino	33rd Middlesex	
Chris Walsh	6th Middlesex	
Bud Williams	11th Hampden	

## HOUSE . . . . . . . . . . . . . . . . No. 2365

By Mr. Donahue of Worcester, a petition (accompanied by bill, House, No. 2365) of Daniel M. Donahue and others relative to the tipped minimum wage. Labor and Workforce Development.

## The Commonwealth of Massachusetts

In the One Hundred and Ninetieth General Court (2017-2018)

An Act to improve the Commonwealth's economy with a strong minimum wage and a strong tipped minimum wage.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1	SECTION 1. Section 1 of chapter 151 of the General Laws, as appearing in the 2014
2	Official Edition, is hereby amended by striking, in line 1, the word "It", and replacing it with the
3	following words:-
4	Notwithstanding the provisions of section 27C of chapter 29 or any other general or
5	special law to the contrary, it
6 7	SECTION 2. Said section 1 of chapter 151 of the General Laws, is hereby further amended by inserting, in line 1, before the word "employer", the following words:-
8	public or private
9	SECTION 3. Said section 1 of chapter 151 of the General Laws, is hereby further
10	amended by striking out, in line 5, the figure "11.00" and inserting in place thereof the following
11	figure: -12.00.

SECTION 4. Said section 1 of chapter 151 is hereby further amended by inserting, in line
5, after the word "hour", the following words:-

14 as of January 1, 2018; \$13.00 per hour as of January 1, 2019; \$14.00 per hour as of
15 January 1, 2020; and \$15.00 per hour as of January 1, 2021.

SECTION 5. Said section 1 of chapter 151 is hereby further amended by inserting, in line
10 after the word "nine.", the following sentences:-

18 On January 1, 2022 and each January 1st thereafter, the minimum wage rate that is 19 currently conclusively presumed to be oppressive and unreasonable under this section shall be 20 increased by the increase, if any, in the cost of living. The increase in the cost of living shall be 21 measured by the percentage increase, if any, as of August of the previous year over the level as 22 of August of the year preceding that of the Consumer Price Index for Urban Wage Earners and 23 Clerical Workers (CPI-W), or its successor index as published by the U.S. Department of Labor 24 or its successor agency, with the amount of the minimum wage increase rounded up to the 25 nearest multiple of five cents.

SECTION 6. Chapter 151 is hereby further amended by inserting, after section 2B, the
 following section:-

Section 2C. Notwithstanding section 17 of chapter 15D or any general or special law to the contrary, the department of early education and care shall be deemed the employer of family childcare providers, as defined by section 17(a) of chapter 15D, and family childcare providers shall be deemed employed persons, for purposes of this chapter. Notwithstanding any general or special law to the contrary, the attorney general of the commonwealth shall determine the minimum rates to be paid by the department of early education and care to family childcare

providers, and promulgate any regulations necessary for purposes of determining the minimum
rates, in order that the rates are substantially equivalent to the minimum wage provisions set
forth in section 1 of this chapter.

37 SECTION 7. Section 7 of chapter 151 of the General Laws, is hereby amended by
38 striking the third paragraph and inserting in place thereof the following:-

39 In determining the wage an employer is required to pay a tipped employee, the amount 40 paid to such employee by the employer shall be an amount equal to: (1) the cash wage paid such 41 employee which for purposes of such determination shall be not less than \$5.25; and (2) an 42 additional amount on account of the tips received by such employee which amount is equal to the 43 difference between the wage specified in clause (1) and the wage in effect under section 1. The 44 additional amount on account of tips may not exceed the value of the tips actually received by an 45 employee. This paragraph shall not apply with respect to any tipped employee unless such 46 employee has been informed by the employer of the provisions of this paragraph, and all tips 47 received by such employee have been retained by the employee, except that this paragraph shall 48 not be construed to prohibit the pooling of tips among employees who customarily and regularly 49 receive tips.

50 SECTION 8. Section 7 of chapter 151 of the General Laws, is hereby amended by
 51 striking the third paragraph and inserting in place thereof the following:-

In determining the wage an employer is required to pay a tipped employee, the amount paid to such employee by the employer shall be an amount equal to: (1) the cash wage paid such employee which for purposes of such determination shall be not less than \$6.75; and (2) an additional amount on account of the tips received by such employee which amount is equal to the difference between the wage specified in clause (1) and the wage in effect under section 1. The additional amount on account of tips may not exceed the value of the tips actually received by an employee. This paragraph shall not apply with respect to any tipped employee unless such employee has been informed by the employer of the provisions of this paragraph, and all tips received by such employee have been retained by the employee, except that this paragraph shall not be construed to prohibit the pooling of tips among employees who customarily and regularly receive tips.

63 SECTION 9. Section 7 of chapter 151 of the General Laws, is hereby amended by
 64 striking the third paragraph and inserting in place thereof the following:-

65 In determining the wage an employer is required to pay a tipped employee, the amount 66 paid to such employee by the employer shall be an amount equal to: (1) the cash wage paid such 67 employee which for purposes of such determination shall be not less than \$8.25; and (2) an 68 additional amount on account of the tips received by such employee which amount is equal to the 69 difference between the wage specified in clause (1) and the wage in effect under section 1. The 70 additional amount on account of tips may not exceed the value of the tips actually received by an 71 employee. This paragraph shall not apply with respect to any tipped employee unless such 72 employee has been informed by the employer of the provisions of this paragraph, and all tips 73 received by such employee have been retained by the employee, except that this paragraph shall 74 not be construed to prohibit the pooling of tips among employees who customarily and regularly 75 receive tips.

SECTION 10. Section 7 of chapter 151 of the General Laws, is hereby amended by
striking the third paragraph and inserting in place thereof the following:-

78 In determining the wage an employer is required to pay a tipped employee, the amount 79 paid to such employee by the employer shall be an amount equal to: (1) the cash wage paid such 80 employee which for purposes of such determination shall be not less than \$9.75; and (2) an 81 additional amount on account of the tips received by such employee which amount is equal to the 82 difference between the wage specified in clause (1) and the wage in effect under section 1. The 83 additional amount on account of tips may not exceed the value of the tips actually received by an 84 employee. This paragraph shall not apply with respect to any tipped employee unless such 85 employee has been informed by the employer of the provisions of this paragraph, and all tips 86 received by such employee have been retained by the employee, except that this paragraph shall 87 not be construed to prohibit the pooling of tips among employees who customarily and regularly 88 receive tips.

89 SECTION 11. Section 7 of chapter 151 of the General Laws, is hereby amended by
90 striking the third paragraph and inserting in place thereof the following:-

91 In determining the wage an employer is required to pay a tipped employee, the amount 92 paid to such employee by the employer shall be an amount equal to: (1) the cash wage paid such 93 employee which for purposes of such determination shall be not less than \$11.25; and (2) an 94 additional amount on account of the tips received by such employee which amount is equal to the 95 difference between the wage specified in clause (1) and the wage in effect under section 1. The 96 additional amount on account of tips may not exceed the value of the tips actually received by an 97 employee. This paragraph shall not apply with respect to any tipped employee unless such 98 employee has been informed by the employer of the provisions of this paragraph, and all tips 99 received by such employee have been retained by the employee, except that this paragraph shall

not be construed to prohibit the pooling of tips among employees who customarily and regularlyreceive tips.

SECTION 12. Section 7 of chapter 151 of the General Laws, is hereby amended by
 striking the third paragraph and inserting in place thereof the following:-

104 In determining the wage an employer is required to pay a tipped employee, the amount 105 paid to such employee by the employer shall be an amount equal to: (1) the cash wage paid such 106 employee which for purposes of such determination shall be not less than \$12.75; and (2) an 107 additional amount on account of the tips received by such employee which amount is equal to the 108 difference between the wage specified in clause (1) and the wage in effect under section 1. The 109 additional amount on account of tips may not exceed the value of the tips actually received by an 110 employee. This paragraph shall not apply with respect to any tipped employee unless such 111 employee has been informed by the employer of the provisions of this paragraph, and all tips 112 received by such employee have been retained by the employee, except that this paragraph shall 113 not be construed to prohibit the pooling of tips among employees who customarily and regularly 114 receive tips.

SECTION 13. Section 7 of chapter 151 of the General Laws, is hereby amended by
striking the third paragraph and inserting in place thereof the following:-

In determining the wage an employer is required to pay a tipped employee, the amount paid to such employee by the employer shall be an amount equal to: (1) the cash wage paid such employee which for purposes of such determination shall be not less than \$14.25; and (2) an additional amount on account of the tips received by such employee which amount is equal to the difference between the wage specified in clause (1) and the wage in effect under section 1. The

additional amount on account of tips may not exceed the value of the tips actually received by an
employee. This paragraph shall not apply with respect to any tipped employee unless such
employee has been informed by the employer of the provisions of this paragraph, and all tips
received by such employee have been retained by the employee, except that this paragraph shall
not be construed to prohibit the pooling of tips among employees who customarily and regularly
receive tips.

SECTION 14. Section 7 of chapter 151 of the General Laws, is hereby amended bystriking the third paragraph and inserting in place thereof the following:-

130 In determining the wage an employer is required to pay a tipped employee, the amount 131 paid to such employee by the employer shall be an amount equal to: (1) the cash wage paid such 132 employee which for purposes of such determination shall be not less than \$15.75; and (2) an 133 additional amount on account of the tips received by such employee which amount is equal to the 134 difference between the wage specified in clause (1) and the wage in effect under section 1. The 135 additional amount on account of tips may not exceed the value of the tips actually received by an 136 employee. This paragraph shall not apply with respect to any tipped employee unless such 137 employee has been informed by the employer of the provisions of this paragraph, and all tips 138 received by such employee have been retained by the employee, except that this paragraph shall 139 not be construed to prohibit the pooling of tips among employees who customarily and regularly 140 receive tips.

141 SECTION 15. Section 7 of chapter 151 of the General Laws, is hereby amended by142 striking the third paragraph and inserting in place thereof the following:-

143	In determining the wage an employer is required to pay a tipped employee, the amount
144	paid to such employee by the employer shall be an amount equal to not less than the wage in
145	effect under section 1.
146	SECTION 16. Sections 1, 2, 3, 4, 5, 6 and 7 shall take effect on January 1, 2018.
147	SECTION 17. Section 8 shall take effect on January 1, 2019.
148	SECTION 18. Section 9 shall take effect on January 1, 2020.
149	SECTION 19. Section 10 shall take effect on January 1, 2021.
150	SECTION 20. Section 11 shall take effect on January 1, 2022.
151	SECTION 21. Section 12 shall take effect on January 1, 2023.
152	SECTION 22. Section 13 shall take effect on January 1, 2024.
153	SECTION 23. Section 14 shall take effect on January 1, 2025.
154	SECTION 24. Section 15 shall take effect on January 1, 2026.