As Introduced

131st General Assembly

Regular Session 2015-2016

H. B. No. 486

Representatives Smith, K., Craig

Cosponsors: Representatives Sykes, Antonio, Boyce, Lepore-Hagan, Boyd, O'Brien, M., Patterson, Curtin, Strahorn, Leland, Boggs, Sheehy

A BILL

То	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 to ten dollars	3
	and ten cents per hour beginning January 1,	4
	2017.	5

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

Section 1. That sections 4111.02, 4111.09, and 4111.14 of	6
the Revised Code be amended to read as follows:	7
Sec. 4111.02. Every (A) (1) Except as otherwise provided in	8
division (A)(2) of this section, beginning January 1, 2017,	9
every employer, as defined in Section 34a of Article II, Ohio	10
Constitution, shall pay each of the employer's employees at a	11
wage rate of not less than the wage rate specified in Section	12
34a of Article II, Ohio Constitution ten dollars and ten cents	13
per hour.	14
(2) If an employer is able to demonstrate that an employee	15
receives tips that combined with the wages paid by the employer	16
are equal to or greater than the minimum wage rate for all hours	17

worked, the employer may pay the employee at a rate of less	18
than, but not less than half, the minimum wage rate required by	19
division (A)(1) of this section.	20
(B) The director of commerce annually shall adjust the	21
wage rate as specified in division (A)(1) of this section in	22
accordance with Section 34a of Article II, Ohio Constitution.	23
(C) As used in this section, "employee" has the same	24
meaning as in section 4111.14 of the Revised Code.	25
Sec. 4111.09. Every employer subject to sections 4111.01	26
to 4111.17 of the Revised Code, or to any rules issued	27
thereunder, shall keep a summary of the sections, approved by	28
the director of commerce, and copies of any applicable rules	29
issued thereunder, or a summary of the rules, posted in a	30
conspicuous and accessible place in or about the premises	31
wherein any person subject thereto is employed. The director of	32
commerce shall make the summary described in this section	33
available on the web site of the department of commerce. The	34
director shall update this summary as necessary, but not less	35
than annually, in order to reflect changes in the minimum wage	36
rate as required under Section 34a of Article II, Ohio	37
Constitution and section 4111.02 of the Revised Code. Employees	38
and employers shall be furnished copies of the summaries and	39
rules by the state, on request, without charge.	40
Sec. 4111.14. (A) Pursuant to the general assembly's	41
authority to establish a minimum wage under Section 34 of	42
Article II, Ohio Constitution, this section is in implementation	43
of Section 34a of Article II, Ohio Constitution. In implementing	44
Section 34a of Article II, Ohio Constitution, the general	45
assembly hereby finds that the purpose of Section 34a of Article	46
II, Ohio Constitution, is to:	47

(1) Ensure that Ohio employees, as defined in division (B)	48
(1) of this section, are paid the wage rate required by section	49
4111.02 of the Revised Code in accordance with Section 34a of	50
Article II, Ohio Constitution;	51
(2) Ensure that covered Ohio employers maintain certain	52
records that are directly related to the enforcement of the wage	53
rate requirements—in_of_Section 34a of Article II, Ohio	54
Constitution and section 4111.02 of the Revised Code;	55
(3) Ensure that Ohio employees who are paid the wage rate	56
required by Section 34a of Article II, Ohio Constitution section	57
4111.02 of the Revised Code, may enforce their right to receive	58
that wage rate in the manner set forth in Section 34a of Article	59
II, Ohio Constitution; and	60
(4) Protect the privacy of Ohio employees' pay and	61
personal information specified in Section 34a of Article II,	62
Ohio Constitution $_{m{L}}$ by restricting an employee's access, and	63
access by a person acting on behalf of that employee, to the	64
employee's own pay and personal information.	65
(B) In accordance with Section 34a of Article II, Ohio	66
Constitution, the terms "employer," "employee," "employ,"	67
"person," and "independent contractor" have the same meanings as	68
in the "Fair Labor Standards Act of 1938," 52 Stat. 1060, 29	69
U.S.C. 203, as amended. In construing the meaning of these	70
terms, due consideration and great weight shall be given to the	71
United States department of labor's and federal courts'	72
interpretations of those terms under the Fair Labor Standards	73
Act and its regulations. As used in division (B) of this	74
section:	75
(1) "Employee" means individuals employed in Ohio, but	76

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does not mean individuals who are excluded from the definition	77
of "employee" under 29 U.S.C. 203(e) or individuals who are	78
exempted from the minimum wage requirements in 29 U.S.C. 213 and	79
from the definition of "employee" in this chapter.	80
(2) "Employ" and "employee" do not include any person	81
acting as a volunteer. In construing who is a volunteer,	82
"volunteer" shall have the same meaning as in sections 553.101	83
to 553.106 of Title 29 of the Code of Federal Regulations, as	84
amended, and due consideration and great weight shall be given	85
to the United States department of labor's and federal courts'	86
interpretations of the term "volunteer" under the Fair Labor	87
Standards Act and its regulations.	88
(C) In accordance with Section 34a of Article II, Ohio	89
Constitution, the state may issue licenses to employers	90
authorizing payment of a wage below that required by Section 34a	91
of Article II, Ohio Constitution, or section 4111.02 of the	92
Revised Code to individuals with mental or physical disabilities	93
that may otherwise adversely affect their opportunity for	94
employment. In issuing such licenses, the state shall abide by	95
the rules adopted pursuant to section 4111.06 of the Revised	96
Code.	97
(D)(1) In accordance with Section 34a of Article II, Ohio	98
Constitution, individuals employed in or about the property of	99
an employer or an individual's residence on a casual basis are	100
not included within the coverage of Section 34a of Article II,	101
Ohio Constitution. As used in division (D) of this section:	102
(a) "Casual basis" means employment that is irregular or	103
intermittent and that is not performed by an individual whose	104
vocation is to be employed in or about the property of the	105

employer or individual's residence. In construing who is

employed on a "casual basis," due consideration and great weight	107
shall be given to the United States department of labor's and	108
federal courts' interpretations of the term "casual basis" under	109
the Fair Labor Standards Act and its regulations.	110
(b) Who individual amplemed in an about the property of an	111
(b) "An individual employed in or about the property of an	
employer or individual's residence" means an individual employed	112
on a casual basis or an individual employed in or about a	113
residence on a casual basis, respectively.	114
(2) In accordance with Section 34a of Article II, Ohio	115
Constitution, employees of a solely family-owned and operated	116
business who are family members of an owner are not included	117
within the coverage of Section 34a of Article II, Ohio	118
Constitution. As used in division (D)(2) of this section,	119
"family member" means a parent, spouse, child, stepchild,	120
sibling, grandparent, grandchild, or other member of an owner's	121
immediate family.	122
(E) In accordance with Section 34a of Article II, Ohio	123
Constitution, an employer shall at the time of hire provide an	124
employee with the employer's name, address, telephone number,	125
and other contact information and update such information when	126
it changes. As used in division (E) of this section:	127
(1) "Other contact information" may include, where	128
applicable, the address of the employer's internet site on the	129
world wide web, the employer's electronic mail address, fax	130
number, or the name, address, and telephone number of the	131
employer's statutory agent. "Other contact information" does not	132
include the name, address, telephone number, fax number,	133
internet site address, or electronic mail address of any	134
employee, shareholder, officer, director, supervisor, manager,	135

or other individual employed by or associated with an employer.

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(2) "When it changes" means that the employer shall	137
provide its employees with the change in its name, address,	138
telephone number, or other contact information within sixty	139
business days after the change occurs. The employer shall	140
provide the changed information by using any of its usual	141
methods of communicating with its employees, including, but not	142
limited to, listing the change on the employer's internet site	143
on the world wide web, internal computer network, or a bulletin	144
board where it commonly posts employee communications or by	145
insertion or inclusion with employees' paychecks or pay stubs.	146
(F) In accordance with Section 34a of Article II, Ohio	147
Constitution, an employer shall maintain a record of the name,	148
address, occupation, pay rate, hours worked for each day worked,	149
and each amount paid an employee for a period of not less than	150
three years following the last date the employee was employed by	151
that employer. As used in division (F) of this section:	152
(1) "Address" means an employee's home address as	153
maintained in the employer's personnel file or personnel	154
database for that employee.	155
(2)(a) With respect to employees who are not exempt from	156
the overtime pay requirements of the Fair Labor Standards Act or	157
this chapter, "pay rate" means an employee's base rate of pay.	158
(b) With respect to employees who are exempt from the	159
overtime pay requirements of the Fair Labor Standards Act or	160
this chapter, "pay rate" means an employee's annual base salary	161
or other rate of pay by which the particular employee qualifies	162
for that exemption under the Fair Labor Standards Act or this	163
chapter, but does not include bonuses, stock options,	164
incentives, deferred compensation, or any other similar form of	165
compensation.	166

(3) "Record" means the name, address, occupation, pay	167
rate, hours worked for each day worked, and each amount paid an	168
employee in one or more documents, databases, or other paper or	169
electronic forms of record-keeping maintained by an employer. No	170
one particular method or form of maintaining such a record or	171
records is required under this division. An employer is not	172
required to create or maintain a single record containing only	173
the employee's name, address, occupation, pay rate, hours worked	174
for each day worked, and each amount paid an employee. An	175
employer shall maintain a record or records from which the	176
employee or person acting on behalf of that employee could	177
reasonably review the information requested by the employee or	178
person.	179

An employer is not required to maintain the records

specified in division (F)(3) of this section for any period

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before January 1, 2007. On and after January 1, 2007, the

employer shall maintain the records required by division (F)(3)

of this section for three years from the date the hours were

worked by the employee and for three years after the date the

employee's employment ends.

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

worked for each day worked" for individuals for whom the	197
employer is not required to keep those records under the Fair	198
Labor Standards Act and its regulations or individuals who are	199
not subject to the overtime pay requirements specified in	200
section 4111.03 of the Revised Code.	201
(5) "Each amount paid an employee" means the total gross	202
wages paid to an employee for each pay period. As used in	203
division (F)(5) of this section, "pay period" means the period	204
of time designated by an employer to pay an employee the	205
employee's gross wages in accordance with the employer's payroll	206
practices under section 4113.15 of the Revised Code.	207
(G) In accordance with Section 34a of Article II, Ohio	208
Constitution, an employer must provide such information without	209
charge to an employee or person acting on behalf of an employee	210
upon request. As used in division (G) of this section:	211
(1) "Such information" means the name, address,	212
occupation, pay rate, hours worked for each day worked, and each	213
amount paid for the specific employee who has requested that	214
specific employee's own information and does not include the	215
name, address, occupation, pay rate, hours worked for each day	216
worked, or each amount paid of any other employee of the	217
employer. "Such information" does not include hours worked for	218
each day worked by individuals for whom an employer is not	219
required to keep that information under the Fair Labor Standards	220
Act and its regulations or individuals who are not subject to	221
the overtime pay requirements specified in section 4111.03 of	222
the Revised Code.	223
(2) "Acting on behalf of an employee" means a person	224

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acting on behalf of an employee as any of the following:

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(a) The certified or legally recognized collective	226
bargaining representative for that employee under the applicable	227
federal law or Chapter 4117. of the Revised Code;	228
(b) The employee's attorney;	229
(c) The employee's parent, guardian, or legal custodian.	230
A person "acting on behalf of an employee" must be	231
specifically authorized by an employee in order to make a	232
request for that employee's own name, address, occupation, pay	233
rate, hours worked for each day worked, and each amount paid to	234
that employee.	235
(3) "Provide" means that an employer shall provide the	236
requested information within thirty business days after the date	237
the employer receives the request, unless either of the	238
following occurs:	239
(a) The employer and the employee or person acting on	240
behalf of the employee agree to some alternative time period for	241
providing the information.	242
(b) The thirty-day period would cause a hardship on the	243
employer under the circumstances, in which case the employer	244
must provide the requested information as soon as practicable.	245
(4) A "request" made by an employee or a person acting on	246
behalf of an employee means a request by an employee or a person	247
acting on behalf of an employee for the employee's own	248
information. The employer may require that the employee provide	249
the employer with a written request that has been signed by the	250
employee and notarized and that reasonably specifies the	251
particular information being requested. The employer may require	252
that the person acting on behalf of an employee provide the	253
employer with a written request that has been signed by the	254

employee whose information is being requested and notarized and	255
that reasonably specifies the particular information being	256
requested.	257
(H) In accordance with Section 34a of Article II, Ohio	258
Constitution, an employee, person acting on behalf of one or	259
more employees, and any other interested party may file a	260
complaint with the state for a violation of any provision of	261
Section 34a of Article II, Ohio Constitution $_{m L}$ or any law or	262
regulation implementing its provisions. Such complaint shall be	263
promptly investigated and resolved by the state. The employee's	264
name shall be kept confidential unless disclosure is necessary	265
to resolution of a complaint and the employee consents to	266
disclosure. As used in division (H) of this section:	267
(1) "Complaint" means a complaint of an alleged violation	268
pertaining to harm suffered by the employee filing the	269
complaint, by a person acting on behalf of one or more	270
employees, or by an interested party.	271
(2) "Acting on behalf of one or more employees" has the	272
same meaning as "acting on behalf of an employee" in division	273
(G)(2) of this section. Each employee must provide a separate	274
written and notarized authorization before the person acting on	275
that employee's or those employees' behalf may request the name,	276
address, occupation, pay rate, hours worked for each day worked,	277
and each amount paid for the particular employee.	278
(3) "Interested party" means a party who alleges to be	279
injured by the alleged violation and who has standing to file a	280
complaint under common law principles of standing.	281
(4) "Resolved by the state" means that the complaint has	282

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been resolved to the satisfaction of the state.

(5) "Shall be kept confidential" means that the state 284 shall keep the name of the employee confidential as required by 285 division (H) of this section. 286

- (I) In accordance with Section 34a of Article II, Ohio 287 Constitution, the state may on its own initiative investigate an 288 employer's compliance with Section 34a of Article II, Ohio 289 Constitution, and any law or regulation implementing Section 34a 290 of Article II, Ohio Constitution. The employer shall make 291 292 available to the state any records related to such investigation and other information required for enforcement of Section 34a of 293 294 Article II, Ohio Constitution or any law or regulation implementing Section 34a of Article II, Ohio Constitution. The 295 state shall investigate an employer's compliance with this 296 section in accordance with the procedures described in section 297 4111.04 of the Revised Code. All records and information related 298 to investigations by the state are confidential and are not a 299 public record subject to section 149.43 of the Revised Code. 300 This division does not prevent the state from releasing to or 301 302 exchanging with other state and federal wage and hour regulatory authorities information related to investigations. 303
- (J) In accordance with Section 34a of Article II, Ohio 304 Constitution, damages shall be calculated as an additional two 305 times the amount of the back wages and in the case of a 306 violation of an anti-retaliation provision an amount set by the 307 state or court sufficient to compensate the employee and deter 308 future violations, but not less than one hundred fifty dollars 309 for each day that the violation continued. The "not less than 310 one hundred fifty dollar" penalty specified in division (J) of 311 this section shall be imposed only for violations of the anti-312 retaliation provision in Section 34a of Article II, Ohio 313 Constitution. 314

(K) In accordance with Section 34a of Article II, Ohio	315
Constitution, an action for equitable and monetary relief may be	316
brought against an employer by the attorney general and/or an	317
employee or person acting on behalf of an employee or all	318
similarly situated employees in any court of competent	319
jurisdiction, including the court of common pleas of an	320
employee's county of residence, for any violation of Section 34a	321
of Article II, Ohio Constitution, or any law or regulation	322
implementing its provisions within three years of the violation	323
or of when the violation ceased if it was of a continuing	324
nature, or within one year after notification to the employee of	325
final disposition by the state of a complaint for the same	326
violation, whichever is later.	327

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

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- (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

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 by an employee, person acting on behalf of an employee, or

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 person acting on behalf of all similarly situated employees

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 unless that employee first gives written consent to become such

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 a party plaintiff and that consent is filed with the court in

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 which the action is brought.
- (3) A civil action regarding an alleged violation of this section shall be maintained only under division (K) of this section. This division does not preclude the joinder in a single civil action of an action under this division and an action under section 4111.10 of the Revised Code.
- (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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II, Ohio Constitution section 4111.02 of the Revised Code, is no	345
defense to an action under this section.	346
(L) In accordance with Section 34a of Article II, Ohio	347
Constitution, there shall be no exhaustion requirement, no	348
procedural, pleading, or burden of proof requirements beyond	349
those that apply generally to civil suits in order to maintain	350
such action and no liability for costs or attorney's fees on an	351
employee except upon a finding that such action was frivolous in	352
accordance with the same standards that apply generally in civil	353
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suits. Nothing in division (L) of this section affects the right	
of an employer and employee to agree to submit a dispute under	355
this section to alternative dispute resolution, including, but	356
not limited to, arbitration, in lieu of maintaining the civil	357
suit specified in division (K) of this section. Nothing in this	358
division limits the state's ability to investigate or enforce	359
this section.	360
(M) An employer who provides such information specified in	361
Section 34a of Article II, Ohio Constitution, shall be immune	362
from any civil liability for injury, death, or loss to person or	363
property that otherwise might be incurred or imposed as a result	364
of providing that information to an employee or person acting on	365
behalf of an employee in response to a request by the employee	366
or person, and the employer shall not be subject to the	367
provisions of Chapters 1347. and 1349. of the Revised Code to	368
the extent that such provisions would otherwise apply. As used	369
in division (M) of this section, "such information," "acting on	370
behalf of an employee," and "request" have the same meanings as	371
in division (G) of this section.	372

(N) As used in this section, "the state" means the

director of commerce.

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Section 2. That existing sections 4111.02, 4111.09, and	375
4111.14 and section 4111.07 of the Revised Code are hereby	376
repealed.	377