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

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(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
September thereafter, the director of commerce annually shall	35
adjust the wage rate as—specified in division (A)(1)(g) of this	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 authority to establish a minimum wage under Section 34 of Article II, Ohio Constitution, this section is in implementation of Section 34a of Article II, Ohio Constitution. In implementing Section 34a of Article II, Ohio Constitution, the general assembly hereby finds that the purpose of Section 34a of Article II, Ohio Constitution, is to:
- (1) Ensure that Ohio employees, as defined in division (B)
 (1) of this section, are paid the wage rate required by section
 4111.02 of the Revised Code in accordance with Section 34a of
 Article II, Ohio Constitution;
- (2) Ensure that covered Ohio employers maintain certain 71 records that are directly related to the enforcement of the wage 72 rate requirements—in_of_Section 34a of Article II, Ohio 73 Constitution_and_section_4111.02 of the Revised Code; 74

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(3) Ensure that Ohio employees who are paid the wage rate 75 required by Section 34a of Article II, Ohio Constitution section 76 4111.02 of the Revised Code, may enforce their right to receive 77 that wage rate in the manner set forth in Section 34a of Article 78 II, Ohio Constitution; and 79 (4) Protect the privacy of Ohio employees' pay and 80 personal information specified in Section 34a of Article II, 81 Ohio Constitution, by restricting an employee's access, and 82 access by a person acting on behalf of that employee, to the 83 employee's own pay and personal information. 84 (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 95 does not mean individuals who are excluded from the definition 96 of "employee" under 29 U.S.C. 203(e) or individuals who are 97 exempted from the minimum wage requirements in 29 U.S.C. 213 and 98 from the definition of "employee" in this chapter. 99 (2) "Employ" and "employee" do not include any person 100 acting as a volunteer. In construing who is a volunteer, 101

"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'	105
interpretations of the term "volunteer" under the Fair Labor	106
Standards 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 Revised Code 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 intermittent and that is not performed by an individual whose vocation is to be employed in or about the property of the employer or individual's residence. In construing who is employed on a "casual basis," due consideration and great weight shall be given to the United States department of labor's and federal courts' interpretations of the term "casual basis" under the Fair Labor Standards Act and its regulations.
- (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

 employee with the employer's name, address, telephone number,

 and other contact information and update such information when

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 it changes. As used in division (E) of this section:

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- (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

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	166
Constitution, an employer shall maintain a record of the name,	167
address, occupation, pay rate, hours worked for each day worked,	168
and each amount paid an employee for a period of not less than	169
three years following the last date the employee was employed by	170
that employer. As used in division (F) of this section:	171
(1) "Address" means an employee's home address as	172
maintained in the employer's personnel file or personnel	173
database for that employee.	174
(2)(a) With respect to employees who are not exempt from	175
the overtime pay requirements of the Fair Labor Standards Act or	176
this chapter, "pay rate" means an employee's base rate of pay.	177
(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
chapter, but does not include bonuses, stock options,	183
incentives, deferred compensation, or any other similar form of	184
compensation.	185
(3) "Record" means the name, address, occupation, pay	186
rate, hours worked for each day worked, and each amount paid an	187
employee in one or more documents, databases, or other paper or	188
electronic forms of record-keeping maintained by an employer. No	189
one particular method or form of maintaining such a record or	190
records is required under this division. An employer is not	191

required to create or maintain a single record containing only

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

- (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 employer is not required to keep those records under the Fair Labor Standards Act and its regulations or individuals who are not subject to the overtime pay requirements specified in section 4111.03 of the Revised Code.
- (5) "Each amount paid an employee" means the total gross 221 wages paid to an employee for each pay period. As used in 222

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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	229
upon request. As used in division (G) of this section:	230
(1) "Such information" means the name, address,	231
occupation, pay rate, hours worked for each day worked, and each	232
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
<pre>(b) The employee's attorney;</pre>	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

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	277
Constitution, an employee, person acting on behalf of one or	278
more employees, and any other interested party may file a	279

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	287
pertaining to harm suffered by the employee filing the	288
complaint, by a person acting on behalf of one or more	289
employees, or by an interested party.	290
(2) "Acting on behalf of one or more employees" has the	291
same meaning as "acting on behalf of an employee" in division	292
(G)(2) of this section. Each employee must provide a separate	293
written and notarized authorization before the person acting on	294
that employee's or those employees' behalf may request the name,	295
address, occupation, pay rate, hours worked for each day worked,	296
and each amount paid for the particular employee.	297
(3) "Interested party" means a party who alleges to be	298
injured by the alleged violation and who has standing to file a	299
complaint under common law principles of standing.	300
(4) "Resolved by the state" means that the complaint has	301
been resolved to the satisfaction of the state.	302
(5) "Shall be kept confidential" means that the state	303
shall keep the name of the employee confidential as required by	304
division (H) of this section.	305
(I) In accordance with Section 34a of Article II, Ohio	305 306

employer's compliance with Section 34a of Article II, Ohio

Constitution $_{\boldsymbol{L}}$ and any law or regulation implementing Section 34a

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
authorities information related to investigations.	322

- (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

 Constitution, an action for equitable and monetary relief may be

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 brought against an employer by the attorney general and/or an

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 employee or person acting on behalf of an employee or all

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 similarly situated employees in any court of competent

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 jurisdiction, including the court of common pleas of an

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 employee's county of residence, for any violation of Section 34a

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of Article II, Ohio Constitution, or any law or regulation	341
implementing its provisions within three years of the violation	342
or of when the violation ceased if it was of a continuing	343
nature, or within one year after notification to the employee of	344
final disposition by the state of a complaint for the same	345
violation, 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	350
civil action that is brought under division (K) of this section	351
by an employee, person acting on behalf of an employee, or	352
person acting on behalf of all similarly situated employees	353
unless that employee first gives written consent to become such	354
a party plaintiff and that consent is filed with the court in	355
which the action is brought.	356
(3) A civil action regarding an alleged violation of this	357
section shall be maintained only under division (K) of this	358
section. This division does not preclude the joinder in a single	359
civil action of an action under this division and an action	360
under section 4111.10 of the Revised Code.	361
(4) Any agreement between an employee and employer to work	362
for less than the wage rate specified in Section 34a of Article	363
II, Ohio Constitution section 4111.02 of the Revised Code, is no	364
defense to an action under this section.	365
(L) In accordance with Section 34a of Article II, Ohio	366

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