As Introduced

134th General Assembly

Regular Session

H. B. No. 716

2021-2022

Representatives Kelly, Jarrells

Cosponsors: Representatives Galonski, Davis, Addison, Blackshear, Miranda, Ingram, Denson, Upchurch, Russo, Miller, A., Sobecki

A BILL

То	amend sections 4111.14, 5122.28, and 5123.87; to	1
	enact new section 4111.06; and to repeal section	2
	4111.06 of the Revised Code to eliminate	3
	subminimum wage for persons with physical or	4
	mental disabilities.	5

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

Section 1. That sections 4111.14, 5122.28, and 5123.87 be	6
amended and new section 4111.06 of the Revised Code be enacted	7
to read as follows:	8
Sec. 4111.06. (A) The director of commerce shall not	9
permit an employer to pay any of the employer's employees with	10
physical or mental disabilities or injuries at a wage rate lower	11
than the wage rates applicable under sections 4111.01 to 4111.17	12
of the Revised Code.	13
(B) As used in this section, "employee" and "employer"	14
have the same meanings as in section 4111.02 of the Revised	15
Code.	16
Sec. 4111.14. (A) Pursuant to the general assembly's	17

authority to establish a minimum wage under Section 34 of	18
Article II, Ohio Constitution, this section is in implementation	19
of Section 34a of Article II, Ohio Constitution. In implementing	20
Section 34a of Article II, Ohio Constitution, the general	21
assembly hereby finds that the purpose of Section 34a of Article	22
II, Ohio Constitution, is to:	23
(1) Ensure that Ohio employees, as defined in division (B)	24
(1) of this section, are paid the wage rate required by Section	25
34a of Article II, Ohio Constitution;	26
(2) Ensure that covered Ohio employers maintain certain	27
records that are directly related to the enforcement of the wage	28
rate requirements in Section 34a of Article II, Ohio	29
Constitution;	30
(3) Ensure that Ohio employees who are paid the wage rate	31
required by Section 34a of Article II, Ohio Constitution, may	32
enforce their right to receive that wage rate in the manner set	33
forth in Section 34a of Article II, Ohio Constitution; and	34
(4) Protect the privacy of Ohio employees' pay and	35
personal information specified in Section 34a of Article II,	36
Ohio Constitution, by restricting an employee's access, and	37
access by a person acting on behalf of that employee, to the	38
employee's own pay and personal information.	39
(B) In accordance with Section 34a of Article II, Ohio	40
Constitution, the terms "employer," "employee," "employ,"	41
"person," and "independent contractor" have the same meanings as	42
in the "Fair Labor Standards Act of 1938," 52 Stat. 1060, 29	43
U.S.C. 203, as amended. In construing the meaning of these	44
terms, due consideration and great weight shall be given to the	45
United States department of labor's and federal courts'	46

interpretations of those terms under the Fair Labor Standards	47
Act and its regulations. As used in division (B) of this	48
section:	49
(1) "Employee" means individuals employed in Ohio but	50
(1) "Employee" means individuals employed in Ohio, but	
does not mean individuals who are excluded from the definition	51
of "employee" under 29 U.S.C. 203(e) or individuals who are	52
exempted from the minimum wage requirements in 29 U.S.C. 213 and	53
from the definition of "employee" in this chapter.	54
(2) "Employ" and "employee" do not include any person	55
acting as a volunteer. In construing who is a volunteer,	56
"volunteer" shall have the same meaning as in sections 553.101	57
to 553.106 of Title 29 of the Code of Federal Regulations, as	58
amended, and due consideration and great weight shall be given	59
to the United States department of labor's and federal courts'	60
interpretations of the term "volunteer" under the Fair Labor	61
Standards Act and its regulations.	62
(3) "Employer" does not include a franchisor with respect	63
to the franchisor's relationship with a franchisee or an	64
employee of a franchisee, unless the franchisor agrees to assume	65
that role in writing or a court of competent jurisdiction	66
determines that the franchisor exercises a type or degree of	67
control over the franchisee or the franchisee's employees that	68
is not customarily exercised by a franchisor for the purpose of	69
protecting the franchisor's trademark, brand, or both. For	70
purposes of this division, "franchisor" and "franchisee" have	71
the same meanings as in 16 C.F.R. 436.1.	72
(4) Subject to division (B)(5) of this section, "employee"	73
does not include an individual who operates a vehicle or vessel	74
in the performance of services for or on behalf of a motor	75

carrier transporting property and to whom all of the following

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factors apply:	77
(a) The individual owns the vehicle or vessel that is used	78
in performing the services for or on behalf of the carrier, or	79
the individual leases the vehicle or vessel under a bona fide	80
lease agreement that is not a temporary replacement lease	81
agreement. For purposes of this division, a bona fide lease	82
agreement does not include an agreement between the individual	83
and the motor carrier transporting property for which, or on	84
whose behalf, the individual provides services.	85
(b) The individual is responsible for supplying the	86
necessary personal services to operate the vehicle or vessel	87
used to provide the service.	88
(c) The compensation paid to the individual is based on	89
factors related to work performed, including on a mileage-based	90
rate or a percentage of any schedule of rates, and not solely on	91
the basis of the hours or time expended.	92
(d) The individual substantially controls the means and	93
manner of performing the services, in conformance with	94
regulatory requirements and specifications of the shipper.	95
(e) The individual enters into a written contract with the	96
carrier for whom the individual is performing the services that	97
describes the relationship between the individual and the	98
carrier to be that of an independent contractor and not that of	99
an employee.	100
(f) The individual is responsible for substantially all of	101
the principal operating costs of the vehicle or vessel and	102
equipment used to provide the services, including maintenance,	103
fuel, repairs, supplies, vehicle or vessel insurance, and	104
personal expenses, except that the individual may be paid by the	105

carrier the carrier's fuel surcharge and incidental costs,	106
including tolls, permits, and lumper fees.	107
(g) The individual is responsible for any economic loss or	108
economic gain from the arrangement with the carrier.	109
(5) A motor carrier may elect to consider an individual	110
described in division (B)(4) of this section as an employee for	111
purposes of this section.	112
(6) "Motor carrier" has the same meaning as in section	113
4923.01 of the Revised Code.	114
(C) In accordance with Section 34a of Article II, Ohio	115
Constitution, the state may issue licenses to employers	116
authorizing payment of a wage below that required by Section 34a	117
of Article II, Ohio Constitution, to individuals with mental or	118
physical disabilities that may otherwise adversely affect their	119
opportunity for employment. In issuing such licenses, the state	120
shall abide by the rules adopted pursuant to section 4111.06 of	121
the Revised Code.	122
(D)(1) (C)(1) In accordance with Section 34a of Article	123
II, Ohio Constitution, individuals employed in or about the	124
property of an employer or an individual's residence on a casual	125
basis are not included within the coverage of Section 34a of	126
Article II, Ohio Constitution. As used in division $\frac{(D)}{(C)}$ of	127
this section:	128
(a) "Casual basis" means employment that is irregular or	129
intermittent and that is not performed by an individual whose	130
vocation is to be employed in or about the property of the	131
employer or individual's residence. In construing who is	132
employed on a "casual basis," due consideration and great weight	133
shall be given to the United States department of labor's and	134

federal courts' interpretations of the term "casual basis" under	135
the Fair Labor Standards Act and its regulations.	136
(b) "An individual employed in or about the property of an	137
employer or individual's residence" means an individual employed	138
on a casual basis or an individual employed in or about a	139
residence on a casual basis, respectively.	140
(2) In accordance with Section 34a of Article II, Ohio	141
Constitution, employees of a solely family-owned and operated	142
business who are family members of an owner are not included	143
within the coverage of Section 34a of Article II, Ohio	144
Constitution. As used in division $\frac{(D)(2)-(C)(2)}{(C)(2)}$ of this section,	145
"family member" means a parent, spouse, child, stepchild,	146
sibling, grandparent, grandchild, or other member of an owner's	147
immediate family.	148
(E) (D) In accordance with Section 34a of Article II, Ohio	149
Constitution, an employer shall at the time of hire provide an	150
employee with the employer's name, address, telephone number,	151
and other contact information and update such information when	152
it changes. As used in division $\frac{(E)}{(D)}$ of this section:	153
(1) "Other contact information" may include, where	154
applicable, the address of the employer's internet site on the	155
world wide web, the employer's electronic mail address, fax	156
number, or the name, address, and telephone number of the	157
employer's statutory agent. "Other contact information" does not	158
include the name, address, telephone number, fax number,	159
internet site address, or electronic mail address of any	160
employee, shareholder, officer, director, supervisor, manager,	161
or other individual employed by or associated with an employer.	162
(2) "When it changes" means that the employer shall	163

provide its employees with the change in its name, address,	164
telephone number, or other contact information within sixty	165
business days after the change occurs. The employer shall	166
provide the changed information by using any of its usual	167
methods of communicating with its employees, including, but not	168
limited to, listing the change on the employer's internet site	169
on the world wide web, internal computer network, or a bulletin	170
board where it commonly posts employee communications or by	171
insertion or inclusion with employees' paychecks or pay stubs.	172
$\frac{(F)-(E)}{(E)}$ In accordance with Section 34a of Article II, Ohio	173
Constitution, an employer shall maintain a record of the name,	174
address, occupation, pay rate, hours worked for each day worked,	175
and each amount paid an employee for a period of not less than	176
three years following the last date the employee was employed by	177
that employer. As used in division $\frac{(F)}{(E)}$ of this section:	178
(1) "Address" means an employee's home address as	179
maintained in the employer's personnel file or personnel	180
database for that employee.	181
(2)(a) With respect to employees who are not exempt from	182
the overtime pay requirements of the Fair Labor Standards Act or	183
this chapter, "pay rate" means an employee's base rate of pay.	184
(b) With respect to employees who are exempt from the	185
overtime pay requirements of the Fair Labor Standards Act or	186
this chapter, "pay rate" means an employee's annual base salary	187
or other rate of pay by which the particular employee qualifies	188
for that exemption under the Fair Labor Standards Act or this	189
chapter, but does not include bonuses, stock options,	190
incentives, deferred compensation, or any other similar form of	191
compensation.	192

(3) "Record" means the name, address, occupation, pay	193
rate, hours worked for each day worked, and each amount paid an	194
employee in one or more documents, databases, or other paper or	195
electronic forms of record-keeping maintained by an employer. No	196
one particular method or form of maintaining such a record or	197
records is required under this division. An employer is not	198
required to create or maintain a single record containing only	199
the employee's name, address, occupation, pay rate, hours worked	200
for each day worked, and each amount paid an employee. An	201
employer shall maintain a record or records from which the	202
employee or person acting on behalf of that employee could	203
reasonably review the information requested by the employee or	204
person.	205

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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)(E)(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) $\frac{(b)}{(E)(4)(b)}$ 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 $\frac{(F)(4)}{(E)(4)}$ (E) (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	223
employer is not required to keep those records under the Fair	224
Labor Standards Act and its regulations or individuals who are	225
not subject to the overtime pay requirements specified in	226
section 4111.03 of the Revised Code.	227
(5) "Each amount paid an employee" means the total gross	228
wages paid to an employee for each pay period. As used in	229
division $\frac{(F)(5)-(E)(5)}{(E)(5)}$ of this section, "pay period" means the	230
period of time designated by an employer to pay an employee the	231
employee's gross wages in accordance with the employer's payroll	232
practices under section 4113.15 of the Revised Code.	233
$\frac{(G)}{(F)}$ In accordance with Section 34a of Article II, Ohio	234
Constitution, an employer must provide such information without	235
charge to an employee or person acting on behalf of an employee	236
upon request. As used in division $\frac{(G)}{(F)}$ of this section:	237
(1) "Such information" means the name, address,	238
occupation, pay rate, hours worked for each day worked, and each	239
amount paid for the specific employee who has requested that	240
specific employee's own information and does not include the	241
name, address, occupation, pay rate, hours worked for each day	242
worked, or each amount paid of any other employee of the	243
employer. "Such information" does not include hours worked for	244
each day worked by individuals for whom an employer is not	245
required to keep that information under the Fair Labor Standards	246
Act and its regulations or individuals who are not subject to	247
the overtime pay requirements specified in section 4111.03 of	248
the Revised Code.	249
(2) "Acting on behalf of an employee" means a person	250

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

(a) The certified or legally recognized collective	252
bargaining representative for that employee under the applicable	253
federal law or Chapter 4117. of the Revised Code;	254
(b) The employee's attorney;	255
(c) The employee's parent, guardian, or legal custodian.	256
A person "acting on behalf of an employee" must be	257
specifically authorized by an employee in order to make a	258
request for that employee's own name, address, occupation, pay	259
rate, hours worked for each day worked, and each amount paid to	260
that employee.	261
(3) "Provide" means that an employer shall provide the	262
requested information within thirty business days after the date	263
the employer receives the request, unless either of the	264
following occurs:	265
(a) The employer and the employee or person acting on	266
behalf of the employee agree to some alternative time period for	267
providing the information.	268
(b) The thirty-day period would cause a hardship on the	269
employer under the circumstances, in which case the employer	270
must provide the requested information as soon as practicable.	271
(4) A "request" made by an employee or a person acting on	272
behalf of an employee means a request by an employee or a person	273
acting on behalf of an employee for the employee's own	274
information. The employer may require that the employee provide	275
the employer with a written request that has been signed by the	276
employee and notarized and that reasonably specifies the	277
particular information being requested. The employer may require	278
that the person acting on behalf of an employee provide the	279
employer with a written request that has been signed by the	280

employee whose information is being requested and notarized and	281
that reasonably specifies the particular information being	282
requested.	283
(H) (G) In accordance with Section 34a of Article II, Ohio	284
Constitution, an employee, person acting on behalf of one or	285
more employees, and any other interested party may file a	286
complaint with the state for a violation of any provision of	287
Section 34a of Article II, Ohio Constitution, or any law or	288
regulation implementing its provisions. Such complaint shall be	289
promptly investigated and resolved by the state. The employee's	290
name shall be kept confidential unless disclosure is necessary	291
to resolution of a complaint and the employee consents to	292
disclosure. As used in division $\frac{H}{G}$ of this section:	293
(1) "Complaint" means a complaint of an alleged violation	294
pertaining to harm suffered by the employee filing the	295
complaint, by a person acting on behalf of one or more	296
employees, or by an interested party.	297
(2) "Acting on behalf of one or more employees" has the	298
same meaning as "acting on behalf of an employee" in division	299
$\frac{(G)(2)}{(F)(2)}$ of this section. Each employee must provide a	300
separate written and notarized authorization before the person	301
acting on that employee's or those employees' behalf may request	302
the name, address, occupation, pay rate, hours worked for each	303
day worked, and each amount paid for the particular employee.	304
(3) "Interested party" means a party who alleges to be	305
injured by the alleged violation and who has standing to file a	306
complaint under common law principles of standing.	307
(4) "Resolved by the state" means that the complaint has	308
been resolved to the satisfaction of the state.	309

(5) "Shall be kept confidential" means that the state	310
shall keep the name of the employee confidential as required by	311
division $\frac{(H)-(G)}{(G)}$ of this section.	312
(I) (H) In accordance with Section 34a of Article II, Ohio	313
Constitution, the state may on its own initiative investigate an	314
employer's compliance with Section 34a of Article II, Ohio	315
Constitution, and any law or regulation implementing Section 34a	316
of Article II, Ohio Constitution. The employer shall make	317
available to the state any records related to such investigation	318
and other information required for enforcement of Section 34a of	319
Article II, Ohio Constitution or any law or regulation	320
implementing Section 34a of Article II, Ohio Constitution. The	321
state shall investigate an employer's compliance with this	322
section in accordance with the procedures described in section	323
4111.04 of the Revised Code. All records and information related	324
to investigations by the state are confidential and are not a	325
public record subject to section 149.43 of the Revised Code.	326
This division does not prevent the state from releasing to or	327
exchanging with other state and federal wage and hour regulatory	328
authorities information related to investigations.	329
(J) (I) In accordance with Section 34a of Article II, Ohio	330
Constitution, damages shall be calculated as an additional two	331
times the amount of the back wages and in the case of a	332
violation of an anti-retaliation provision an amount set by the	333
state or court sufficient to compensate the employee and deter	334
future violations, but not less than one hundred fifty dollars	335
for each day that the violation continued. The "not less than	336
one hundred fifty dollar" penalty specified in division $\frac{(J)}{(I)}$	337
of this section shall be imposed only for violations of the	338
anti-retaliation provision in Section 34a of Article II, Ohio	339
Constitution.	340

$\frac{K}{K}$ In accordance with Section 34a of Article II, Ohio	341
Constitution, an action for equitable and monetary relief may be	342
brought against an employer by the attorney general and/or an	343
employee or person acting on behalf of an employee or all	344
similarly situated employees in any court of competent	345
jurisdiction, including the court of common pleas of an	346
employee's county of residence, for any violation of Section 34a	347
of Article II, Ohio Constitution, or any law or regulation	348
implementing its provisions within three years of the violation	349
or of when the violation ceased if it was of a continuing	350
nature, or within one year after notification to the employee of	351
final disposition by the state of a complaint for the same	352
violation, whichever is later.	353
(1) As used in division $\frac{(K)}{(J)}$ (J) of this section.	354

- (1) As used in division $\frac{(K)-(J)}{(J)}$ of this section, "notification" means the date on which the notice was sent to the employee by the state.
- (2) No employee shall join as a party plaintiff in any

 civil action that is brought under division (K)—(J) of this

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

 or person acting on behalf of all similarly situated employees

 unless that employee first gives written consent to become such

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

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 which the action is brought.

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- (3) A civil action regarding an alleged violation of this section shall be maintained only under division $\frac{K}{J}$ 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 369 for less than the wage rate specified in Section 34a of Article 370

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Sec. 5122.28. No patient of a hospital for the mentally	401
ill persons with mental illnesses shall be compelled to perform	402
labor which involves the operation, support, or maintenance of	403
the hospital or for which the hospital is under contract with an	404
outside organization. Privileges or release from the hospital	405
shall not be conditional upon the performance of such labor.	406
Patients who volunteer to perform such labor shall be	407
compensated at a rate derived from the value of work performed,	408
having reference to the prevailing wage rate for comparable work	409
or wage rates established under section 4111.06 of the Revised	410
Code.	411
A patient may be required to perform therapeutic tasks	412
which do not involve the operation, support, or maintenance of	413
the hospital if those tasks are an integrated part of the	414
patient's treatment plan and supervised by a person qualified to	415
oversee the therapeutic aspects of the activity.	416
A patient may be required to perform tasks of a personal	417
housekeeping nature.	418
Sec. 5123.87. (A) No resident of an institution for	419
persons with intellectual disabilities shall be compelled to	420
perform labor that involves the operation, support, or	421
maintenance of the institution or for which the institution is	422
under contract with an outside organization. Privileges or	423
release from the institution shall not be conditional upon the	424
performance of such labor. Residents who volunteer to perform	425
such labor shall be compensated at a rate derived from the value	426
of the work performed, having reference to the prevailing wage	427
rate for comparable work or wage rates established under section	428
4111.06 of the Revised Code.	429

(B) A resident may be required to perform habilitative

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tasks that do not involve the operation, support, or maintenance	431
of the institution if those tasks are an integrated part of the	432
resident's habilitation plan and supervised by a member of the	433
institution's professional staff who is designated by the chief	434
program director.	435
(C) A resident may be required to perform tasks of a	436
personal housekeeping nature.	437
Section 2. That existing sections 4111.14, 5122.28, and	438
5123.87 of the Revised Code are hereby repealed.	439
Section 3. That section 4111.06 of the Revised Code is	440
hereby repealed.	441
Section 4. Notwithstanding the amendment of sections in	442
Chapter 4111. of the Revised Code in this act, any license	443
issued pursuant to section 4111.06 or division (C) of section	444
4111.14 of the Revised Code, as they existed before the	445
effective date of this section, held by a person on or after the	446
effective date of this section, is valid until the date that is	447
eighteen months after the effective date of this section.	448
The Director of Commerce shall provide notice to any	449
person who holds any license issued pursuant to section 4111.06	450
or division (C) of section 4111.14 of the Revised Code, as they	451
existed before the effective date of this section, that the	452
person's license is terminated on the date that is eighteen	453
months after the effective date of this section, and that the	454
Director will not renew the license	455