116TH CONGRESS 1st Session

> To provide for increases in the Federal minimum wage, and for other purposes.

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#### IN THE SENATE OF THE UNITED STATES

Mr. SANDERS (for himself, Mrs. MURRAY, Mr. SCHUMER, Ms. BALDWIN, Mr. BLUMENTHAL, Mr. BOOKER, Mr. BROWN, Ms. CANTWELL, Mr. CARDIN, Ms. DUCKWORTH, Mr. DURBIN, Mrs. FEINSTEIN, Mrs. GILLIBRAND, Ms. HARRIS, Ms. HIRONO, Mr. KAINE, Ms. KLOBUCHAR, Mr. LEAHY, Mr. MARKEY, Mr. MERKLEY, Mr. MURPHY, Mr. PETERS, Mr. REED, Ms. ROSEN, Mr. SCHATZ, Ms. SMITH, Ms. STABENOW, Mr. VAN HOLLEN, Ms. WARREN, Mr. WHITEHOUSE, and Mr. WYDEN) introduced the following bill; which was read twice and referred to the Committee on

# A BILL

To provide for increases in the Federal minimum wage, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

## **3** SECTION 1. SHORT TITLE.

4 This Act may be cited as the "Raise the Wage Act".

1	SEC. 2. MINIMUM WAGE INCREASES.
2	(a) IN GENERAL.—Section 6(a)(1) of the Fair Labor
3	Standards Act of 1938 (29 U.S.C. 206(a)(1)) is amended
4	to read as follows:
5	"(1) except as otherwise provided in this sec-
6	tion, not less than—
7	"(A) \$8.55 an hour, beginning on the ef-
8	fective date under section 7 of the Raise the
9	Wage Act;
10	"(B) \$9.85 an hour, beginning 1 year after
11	such effective date;
12	"(C) $$11.15$ an hour, beginning 2 years
13	after such effective date;
14	"(D) $$12.45$ an hour, beginning 3 years
15	after such effective date;
16	"(E) $$13.75$ an hour, beginning 4 years
17	after such effective date;
18	"(F) $$15.00$ an hour, beginning 5 years
19	after such effective date; and
20	"(G) beginning on the date that is 6 years
21	after such effective date, and annually there-
22	after, the amount determined by the Secretary
23	under subsection (h);".
24	(b) Determination Based on Increase in the
25	MEDIAN HOURLY WAGE OF ALL EMPLOYEES.—Section

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6 of the Fair Labor Standards Act of 1938 (29 U.S.C.
 206) is amended by adding at the end the following:

3 "(h)(1) Not later than each date that is 90 days be4 fore a new minimum wage determined under subsection
5 (a)(1)(G) is to take effect, the Secretary shall determine
6 the minimum wage to be in effect under this subsection
7 for each period described in subsection (a)(1)(G). The
8 wage determined under this subsection for a year shall
9 be—

"(A) not less than the amount in effect under
subsection (a)(1) on the date of such determination;
"(B) increased from such amount by the annual
percentage increase, if any, in the median hourly
wage of all employees as determined by the Bureau
of Labor Statistics; and

16 "(C) rounded up to the nearest multiple of17 \$0.05.

18 "(2) In calculating the annual percentage increase in the median hourly wage of all employees for purposes of 19 20 paragraph (1)(B), the Secretary, through the Bureau of 21 Labor Statistics, shall compile data on the hourly wages 22 of all employees to determine such a median hourly wage 23 and compare such median hourly wage for the most recent 24 year for which data are available with the median hourly 25 wage determined for the preceding year.".

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#### 1 SEC. 3. TIPPED EMPLOYEES.

2 (a) BASE MINIMUM WAGE FOR TIPPED EMPLOYEES
3 AND TIPS RETAINED BY EMPLOYEES.—Section
4 3(m)(2)(A)(i) of the Fair Labor Standards Act of 1938
5 (29 U.S.C. 203(m)(2)(A)(i)) is amended to read as fol6 lows:

7 "(i) the cash wage paid such employee, which
8 for purposes of such determination shall be not less
9 than—

10 "(I) for the 1-year period beginning on the
11 effective date under section 7 of the Raise the
12 Wage Act, \$3.60 an hour;

"(II) for each succeeding 1-year period
until the hourly wage under this clause equals
the wage in effect under section 6(a)(1) for
such period, an hourly wage equal to the
amount determined under this clause for the
preceding year, increased by the lesser of—

19 "(aa) \$1.50; or

20 "(bb) the amount necessary for the
21 wage in effect under this clause to equal
22 the wage in effect under section 6(a)(1) for
23 such period, rounded up to the nearest
24 multiple of \$0.05; and

25 "(III) for each succeeding 1-year period
26 after the increase made pursuant to subclause

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1 (II), the minimum wage in effect under section 2 6(a)(1); and". 3 (b) TIPS Retained BY **EMPLOYEES.**—Section 4 3(m)(2)(A) of the Fair Labor Standards Act of 1938 (29) 5 U.S.C. 203(m)(2)(A) is amended— 6 (1) in the second sentence of the matter following clause (ii), by striking "of this subsection, 7 8 and all tips received by such employee have been re-9 tained by the employee" and inserting "of this sub-10 section. Any employee shall have the right to retain 11 any tips received by such employee"; and 12 (2) by adding at the end the following: "An em-13 ployer shall inform each employee of the right and 14 exception provided under the preceding sentence.". 15 (c) Scheduled Repeal of Separate Minimum 16 WAGE FOR TIPPED EMPLOYEES.— 17 (1) TIPPED EMPLOYEES.—Section 3(m)(2)(A)18 of the Fair Labor Standards Act of 1938 (29 U.S.C. 19 203(m)(2)(A), as amended by subsections (a) and 20 (b), is further amended by striking the sentence be-21 ginning with "In determining the wage an employer 22 is required to pay a tipped employee," and all that 23 follows through "of this subsection." and inserting 24 "The wage required to be paid to a tipped employee 25 shall be the wage set forth in section 6(a)(1).".

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1 (2) PUBLICATION OF NOTICE.—Subsection (i) 2 of section 6 of the Fair Labor Standards Act of 3 1938 (29 U.S.C. 206), as amended by section 5, is 4 further amended by striking "or in accordance with 5 subclause (II) or (III) of section 3(m)(2)(A)(i)". 6 (3) EFFECTIVE DATE.—The amendments made 7 by paragraphs (1) and (2) shall take effect on the 8 date that is one day after the date on which the 9 hourly wage under subclause (III) of section 10 3(m)(2)(A)(i) of the Fair Labor Standards Act of 11 1938 (29 U.S.C. 203(m)(2)(A)(i)), as amended by 12 subsection (a), takes effect. 13 SEC. 4. NEWLY HIRED EMPLOYEES WHO ARE LESS THAN 20 14 YEARS OLD. 15 (a) BASE MINIMUM WAGE FOR NEWLY HIRED EM-PLOYEES WHO ARE LESS THAN 20 YEARS OLD.—Section 16 17 6(g)(1) of the Fair Labor Standards Act of 1938 (29)

U.S.C. 206(g)(1) is amended by striking "a wage which 18 is not less than \$4.25 an hour." and inserting the fol-19 lowing: "a wage at a rate that is not less than— 20

21 "(A) for the 1-year period beginning on the effective date under section 7 of the Raise the Wage 22 23 Act, \$5.50 an hour;

24 "(B) for each succeeding 1-year period until the 25 hourly wage under this paragraph equals the wage 7

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1	in effect under section $6(a)(1)$ for such period, an
2	hourly wage equal to the amount determined under
3	this paragraph for the preceding year, increased by
4	the lesser of—
5	''(i) \$1.25; or
6	"(ii) the amount necessary for the wage in
7	effect under this paragraph to equal the wage
8	in effect under section $6(a)(1)$ for such period,
9	rounded up to the nearest multiple of $0.05$ ;
10	and
11	"(C) for each succeeding 1-year period after the
12	increase made pursuant to subparagraph (B)(ii), the
13	minimum wage in effect under section $6(a)(1)$ .".
14	(b) Scheduled Repeal of Separate Minimum
15	WAGE FOR NEWLY HIRED EMPLOYEES WHO ARE LESS
16	Than 20 Years Old.—
17	(1) IN GENERAL.—Section $6(g)(1)$ of the Fair
18	Labor Standards Act of 1938 (29 U.S.C.
19	206(g)(1)), as amended by subsection (a), shall be
20	repealed.
21	(2) Publication of notice.—Subsection (i)
22	of section 6 of the Fair Labor Standards Act of
23	1938 (29 U.S.C. 206), as amended by section
24	3(c)(2), is further amended by striking "or subpara-
25	graph (B) or (C) of subsection (g)(1),".

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(3) EFFECTIVE DATE.—The repeal and amend ment made by paragraphs (1) and (2), respectively,
 shall take effect on the date that is one day after the
 date on which the hourly wage under subparagraph
 (C) of section 6(g)(1) of the Fair Labor Standards
 Act of 1938 (29 U.S.C. 206(g)(1)), as amended by
 subsection (a), takes effect.

### 8 SEC. 5. PUBLICATION OF NOTICE.

9 Section 6 of the Fair Labor Standards Act of 1938 10 (29 U.S.C. 206), as amended by the preceding sections, 11 is further amended by adding at the end the following: 12 "(i) Not later than 60 days prior to the effective date 13 of any increase in the required wage determined under 14 subsection (a)(1) or subparagraph (B) or (C) of subsection 15 (g)(1), or in accordance with subclause (II) or (III) of section 3(m)(2)(A)(i) or section 14(c)(1)(A), the Secretary 16 17 shall publish in the Federal Register and on the website 18 of the Department of Labor a notice announcing each in-19 crease in such required wage.".

20 SEC. 6. PROMOTING ECONOMIC SELF-SUFFICIENCY FOR IN-

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#### DIVIDUALS WITH DISABILITIES.

22 (a) WAGES.—

(1) TRANSITION TO FAIR WAGES FOR INDIVIDUALS WITH DISABILITIES.—Subparagraph (A) of
section 14(c)(1) of the Fair Labor Standards Act of

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1	1938 (29 U.S.C. $214(c)(1)$ ) is amended to read as
2	follows:
3	"(A) at a rate that equals, or exceeds, for each
4	year, the greater of—
5	((i)(I) \$4.25 an hour, beginning 1 year
6	after the date the wage rate specified in section
7	6(a)(1)(A) takes effect;
8	"(II) $6.40$ an hour, beginning 2 years
9	after such date;
10	"(III) $\$8.55$ an hour, beginning 3 years
11	after such date;
12	"(IV) $10.70$ an hour, beginning 4 years
13	after such date;
14	"(V) $$12.85$ an hour, beginning 5 years
15	after such date; and
16	"(VI) the wage rate in effect under section
17	6(a)(1), on the date that is 6 years after the
18	date the wage specified in section $6(a)(1)(A)$
19	takes effect; or
20	"(ii) if applicable, the wage rate in effect
21	on the day before the date of enactment of the
22	Raise the Wage Act for the employment, under
23	a special certificate issued under this para-
24	graph, of the individual for whom the wage rate
25	is being determined under this subparagraph,".

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(2) PROHIBITION ON NEW SPECIAL CERTIFI CATES; SUNSET.—Section 14(c) of the Fair Labor
 Standards Act of 1938 (29 U.S.C. 214(c)) (as
 amended by paragraph (1)) is further amended by
 adding at the end the following:

6 "(6) PROHIBITION ON NEW SPECIAL CERTIFI-7 CATES.—Notwithstanding paragraph (1), the Secretary 8 shall not issue a special certificate under this subsection 9 to an employer that was not issued a special certificate 10 under this subsection before the date of enactment of the 11 Raise the Wage Act.

12 "(7) SUNSET.—Beginning on the day after the date 13 on which the wage rate described in paragraph 14 (1)(A)(i)(VI) takes effect, the authority to issue special 15 certificates under paragraph (1) shall expire, and no spe-16 cial certificates issued under paragraph (1) shall have any 17 legal effect.

18 "(8) TRANSITION ASSISTANCE.—Upon request, the19 Secretary shall provide—

20 "(A) technical assistance and information to
21 employers issued a special certificate under this sub22 section for the purposes of—

23 "(i) transitioning the practices of such em24 ployers to comply with this subsection, as
25 amended by the Raise the Wage Act; and

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"(ii) ensuring continuing employment op-
portunities for individuals with disabilities re-
ceiving a special minimum wage rate under this
subsection; and
"(B) information to individuals employed at a
special minimum wage rate under this subsection,
which may include referrals to Federal or State enti-
ties with expertise in competitive integrated employ-
ment.".
(3) EFFECTIVE DATE.—The amendments made
by this subsection shall take effect on the date of en-
actment of this Act.
(b) Publication of Notice.—
(1) Amendment.—Subsection (i) of section $6$
of the Fair Labor Standards Act of 1938 (29 U.S.C.
206), as amended by section $4(b)(2)$ , is further
amended by striking "or section 14(c)(1)(A),".
(2) EFFECTIVE DATE.—The amendment made
by paragraph (1) shall take effect on the day after
the date on which the wage rate described in para-
graph $(1)(A)(i)(VI)$ of section $14(c)$ of the Fair
Labor Standards Act of 1938 (29 U.S.C. 214(c)), as
amended by subsection $(a)(1)$ , takes effect.

# 1 SEC. 7. GENERAL EFFECTIVE DATE.

Except as otherwise provided in this Act or the
amendments made by this Act, this Act and the amendments made by this Act shall take effect on the first day
of the third month that begins after the date of enactment
of this Act.