| 1 | MINIMUM WAGE MODIFICATIONS |
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| 2 | 2024 GENERAL SESSION |
| 3 | STATE OF UTAH |
| 4 | Chief Sponsor: Brett Garner |
| 5 | Senate Sponsor: |
| 6 7 | LONG TITLE |
| 8 | General Description: |
| 9 | This bill addresses the minimum wage. |
| 10 | Highlighted Provisions: |
| 11 | This bill: |
| 12 | increases the minimum wage; |
| 13 | requires the Labor Commission to adjust the minimum wage at certain times; |
| 14 | grants the commission administrative rulemaking authority regarding the minimum |
| 15 | wage; and |
| 16 | prohibits a city, town, and county from establishing a minimum wage that exceeds |
| 17 | the minimum wage established in this bill. |
| 18 | Money Appropriated in this Bill: |
| 19 | None |
| 20 | Other Special Clauses: |
| 21 | None |
| 22 | Utah Code Sections Affected: |
| 23 | AMENDS: |
| 24 | 34-23-301, as last amended by Laws of Utah 1997, Chapter 375 |
| 25 | 34-40-106, as last amended by Laws of Utah 2005, Chapter 287 |
| 26 | REPEALS AND REENACTS: |
| 27 | 34-40-103, as last amended by Laws of Utah 1997, Chapter 375 |



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| 9 | Be it enacted by the Legislature of the state of Utah: |
| 0 | Section 1. Section 34-23-301 is amended to read: |
| 1 | 34-23-301. Minimum hourly wages. |
| 2 | The commission may establish minimum hourly wages for minors[. If there is an |
| 3 | established minimum hourly wage for adults, the minimum hourly wages for minors may be |
| 4 | established at a lesser amount.] in accordance with Section 34-40-103. |
| 5 | Section 2. Section 34-40-103 is repealed and reenacted to read: |
| 6 | 34-40-103. Minimum wage Commission to review and modify minimum wage. |
| 7 | (1) Before January 1, 2026, the minimum wage for private and public employees in the |
| 8 | state is the greater of: |
| 9 | (a) \$3.80 per hour; and |
| 0 | (b) the federal minimum wage as provided in the Fair Labor Standards Act of 1938, 29 |
| 1 | U.S.C. Sec. 201 et seq. |
| 2 | (2) On January 1, 2026, and before January 1, 2027, the minimum wage for private and |
| 3 | public employees in the state is the greater of: |
| 4 | (a) (i) for an employee who is younger than 18 years old, \$10 per hour; |
| 5 | (ii) for an employee who is 18 years old or older, but younger than 21 years old, \$13 |
| 5 | per hour; |
| 7 | (iii) for an employee who is 21 years old or 22 years old, \$15 per hour; and |
| 3 | (iv) for an employee who is 23 years old or older, \$19 per hour; and |
|) | (b) the federal minimum wage as provided in the Fair Labor Standards Act of 1938, 29 |
| \mathbf{C} | U.S.C. Sec. 201 et seq. |
| 1 | (3) Beginning January 1, 2029, and each January 1 thereafter, the commission shall by |
| 2 | rule made in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, |
| 3 | increase the minimum wage for each category of employee described in Subsection (2)(a) by at |
| 4 | least \$0.25 per hour. |
| 5 | Section 3. Section 34-40-106 is amended to read: |
| 5 | 34-40-106. Limitations on minimum wage imposed by cities, towns, or counties. |
| 7 | (1) A city, town, or county may not establish, mandate, or require a minimum wage |
| 8 | that exceeds [the federal minimum wage as provided in 29 U.S.C. Sec. 201 et seq., Fair Labor |

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- Standards Act of 1938] the established minimum wage for all private and public employees
 under Section 34-40-103.
 - (2) (a) A city, town, or county may not require that a person who contracts with the city, town, or county pay that person's employees a wage that exceeds the federal minimum wage as provided in 29 U.S.C. Sec. 201 et seq., Fair Labor Standards Act of 1938.
 - (b) Subsection (2)(a) does not apply when federal law requires the payment of a specified wage to persons working on projects funded in whole or in part by federal funds.
 - (c) Subsection (2)(a) applies to contracts executed on or after April 30, 2001.
 - (3) (a) If a city, town, or county contracts with a person for the direct purchase of goods or services, in awarding or otherwise executing that contract, the city, town, or county may not give any preferential treatment to a person on the basis that the person pays that person's employees a wage that exceeds the minimum wage as provided in 29 U.S.C. <u>Sec.</u> 201 et seq., Fair Labor Standards Act of 1938.
 - (b) This Subsection (3) does not apply when federal law requires the consideration of whether a person pays the person's employees a specified wage to persons working on projects funded in whole or in part by federal funds.
 - (c) This Subsection (3) applies to contracts executed on or after May 2, 2005.
 - (4) (a) The restrictions of this section on a city, town, or county apply to any entity created by the city, town, or county.
 - (b) This Subsection (4) applies to contracts executed on or after May 2, 2005.
- 79 Section 4. Effective date.
- This bill takes effect on May 1, 2024.