By: Rodriguez of Bexar

H.B. No. 954

## A BILL TO BE ENTITLED

AN ACT

- 2 relating to authorization for a county or municipality to establish
- 3 a local minimum wage.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 62.0515, Labor Code, is amended to read
- 6 as follows:
- 7 Sec. 62.0515. [APPLICATION OF] MINIMUM WAGE ESTABLISHED BY
- 8 [TO] CERTAIN GOVERNMENTAL ENTITIES; CERTAIN AGREEMENTS WITH
- 9 GOVERNMENTAL ENTITIES. (a) Notwithstanding Section 62.151:
- 10 (1) a municipality may adopt a minimum wage that is
- 11 greater than the minimum wage established by Section 62.051 to be
- 12 paid by an employer to each employee for services performed in the
- 13 municipality; and
- 14 (2) a county may adopt a minimum wage that is greater
- 15 than the minimum wage established by Section 62.051 to be paid by an
- 16 employer to each employee for services performed in the
- 17 unincorporated areas of the county, including areas located within
- 18 the extraterritorial jurisdiction of a municipality. [Except as
- 19 otherwise provided by this section, the minimum wage provided by
- 20 this chapter supersedes a wage established in an ordinance, order,
- 21 or charter provision governing wages in private employment, other
- 22 than wages under a public contract.
- 23 (b) [This section does not apply to any state or federal job
- 24 training or workforce development program.

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- [(c) This section does not apply to a minimum wage 1 established by a governmental entity that applies to a contract or 2 3 agreement, including a non-annexation agreement, entered into by a governmental entity and a private entity.] A private entity that 4 enters into a contract or agreement, including a non-annexation 5 agreement, with a governmental entity, under the terms of which the 6 private entity agrees to comply with a minimum wage that is greater 7 8 than the minimum wage established by Section 62.051 or, if applicable, Subsection (a) of this section [the governmental 9 10 entity], is subject to the terms of that contract or agreement, and those terms apply to and may be enforced against a general 11 contractor, subcontractor, developer, and other person with which 12 the private entity contracts in order to comply with the provisions 13 14 of the original contract or agreement.
- [(d)] For purposes of this <u>subsection</u> [section],
  "governmental entity" includes a municipality, a county, a special
  district or authority, a junior college district, or another
  political subdivision of this state.
- 19 SECTION 2. Section 62.151, Labor Code, is amended to read as 20 follows:
- Sec. 62.151. PERSON COVERED BY FEDERAL ACT. This chapter
- 22 <u>does</u> [and a municipal ordinance or charter provision governing
- 23 wages in private employment, other than wages under a public
- 24 contract, do] not apply to a person covered by the Fair Labor
- 25 Standards Act of 1938 (29 U.S.C. Section 201 et seq.).
- SECTION 3. This Act takes effect September 1, 2017.