By: Raney, González of El Paso, Simmons, Shine, Romero, Jr., et al.

H.B. No. 2409

Substitute the following for H.B. No. 2409:

By: Workman

C.S.H.B. No. 2409

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to wage requirements for community rehabilitation
- 3 programs participating in the purchasing from people with
- 4 disabilities program.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Chapter 122, Human Resources Code, is amended by
- 7 adding Sections 122.0075 and 122.0076 to read as follows:
- 8 Sec. 122.0075. INCREASE IN WAGES; PLAN. (a) This section
- 9 applies to a community rehabilitation program that:
- 10 (1) is participating in the program administered under
- 11 this chapter; and
- 12 (2) pays workers with disabilities employed by the
- 13 program wages that are less than the federal minimum wage under
- 14 Section 6, Fair Labor Standards Act of 1938 (29 U.S.C. Section 206).
- 15 (b) The workforce commission shall assist:
- 16 (1) a community rehabilitation program in developing a
- 17 plan to increase the wages paid to its workers with disabilities to
- 18 the federal minimum wage not later than September 1, 2019, for work
- 19 relating to any products or services purchased from the community
- 20 rehabilitation program through the program administered under this
- 21 chapter; and
- 22 (2) a community rehabilitation program and any worker
- 23 with a disability, or request, to ensure the increase in wages paid
- 24 to a worker with a disability does not affect the worker's

- 1 eligibility to receive any federal benefits the worker received or
- 2 was eligible to receive before the wage increase.
- 3 (c) Each community rehabilitation program shall, to the
- 4 maximum extent possible, ensure that each worker with a disability
- 5 remains employed by the program after the program increases the
- 6 wages paid to those employees in accordance with the plan developed
- 7 under Subsection (b).
- 8 (d) If a community rehabilitation program is unable to
- 9 employ all workers with a disability after the program increases
- 10 the wages paid to those employees to the federal minimum wage, the
- 11 community rehabilitation program shall work with the workforce
- 12 commission and any other governmental entity to seek and obtain any
- 13 job training that may be suitable for those former employees to find
- 14 other employment that pays at least the federal minimum wage.
- (e) In addition to the assistance described by Subsection
- 16 (d), the workforce commission may, at the worker's request, assist
- 17 a worker with a disability not retained by a community
- 18 rehabilitation program to secure employment in a position that pays
- 19 at least the federal minimum wage.
- 20 (f) On request of a community rehabilitation program, the
- 21 workforce commission may extend the period for compliance with the
- 22 program participation requirements of Section 122.0076 for not more
- 23 than 12 months if the community rehabilitation program:
- (1) requests the extension not later than July 1,
- 25 2019;
- 26 (2) has demonstrated to the commission that an
- 27 extension would be in the best interest of the program's employees

- 1 with disabilities;
- 2 (3) has worked with the commission to develop a
- 3 transition plan and made meaningful progress towards meeting the
- 4 program participation requirements of Section 122.0076; and
- 5 (4) submits a revised transition plan to the
- 6 commission detailing how an extension will allow the program to
- 7 meet the program participation requirements of Section 122.0076.
- 8 (g) The workforce commission shall make a decision on a
- 9 request for an extension under Subsection (f) not later than
- 10 September 1, 2019. The commission may not grant more than one
- 11 extension to a community rehabilitation program.
- 12 (h) Not later than January 31, 2019, the workforce
- 13 commission shall report to the legislature regarding the
- 14 implementation of this section. The report must include any
- 15 recommendations for legislative or agency rule changes necessary to
- 16 <u>assist the commission and community rehabilitation program in</u>
- 17 performing their duties under this section.
- 18 (i) This section expires September 1, 2021.
- 19 Sec. 122.0076. WAGE REQUIREMENTS. (a) A community
- 20 rehabilitation program may not participate in the program
- 21 administered under this chapter unless each worker with a
- 22 disability employed by the program is paid at least the federal
- 23 minimum wage under Section 6, Fair Labor Standards Act of 1938 (29
- 24 U.S.C. Section 206), for any work relating to any products or
- 25 services purchased from the community rehabilitation program
- 26 through the program administered under this chapter.
- (b) To the extent of a conflict between this section and

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- 1 Chapter 62, Labor Code, this section controls.
- 2 <u>(c) This section does not apply to a community</u>
- 3 rehabilitation program's eligibility to participate in the program
- 4 <u>administered under this chapter before the later of:</u>
- 5 <u>(1) September 1, 2019; or</u>
- 6 (2) the date an extension granted under Section
- 7 122.0075(f) expires.
- 8 (d) This subsection and Subsection (c) expire September 1,
- 9 2021.
- 10 SECTION 2. This Act takes effect September 1, 2017.