

The Commonwealth of Massachusetts

PRESENTED BY:

Elizabeth A. Malia and Sean Garballey

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act ensuring an adequate living wage.

PETITION OF:

NAME:	DISTRICT/ADDRESS:
Elizabeth A. Malia	11th Suffolk
Sean Garballey	23rd Middlesex
Steven Ultrino	33rd Middlesex
Jonathan Hecht	29th Middlesex

HOUSE DOCKET, NO. 3630 FILED ON: 1/20/2017

By Representatives Malia of Boston and Garballey of Arlington, a petition (accompanied by bill, House, No. 3154) of Elizabeth A. Malia and others for legislation to ensure the payment of at least a living wage to all employees. Labor and Workforce Development.

[SIMILAR MATTER FILED IN PREVIOUS SESSION SEE HOUSE, NO. 1737 OF 2015-2016.]

The Commonwealth of Massachusetts

In the One Hundred and Ninetieth General Court (2017-2018)

An Act ensuring an adequate living wage.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Chapter 23 of the General Laws, as appearing in the 2014 Official Edition,

- 2 is hereby amended by inserting after Section 11W the following new chapter:-
- 3 Chapter 11X. Commonwealth Living Wage Law

4 Section 1. Definitions.

5 For the purposes of this chapter, the following terms shall have the definitions set forth

6 herein:

- 7 (a) "Employer receiving state benefits" shall mean any employer, as defined in section
- 8 one of chapter one hundred fifty-two, that satisfies at least one of the following conditions,
- 9 within the preceding three years and after the effective date of this chapter:

(1) The employer had a contractual relationship with the state, including, but not limited
to, contracts for the sale or lease of goods or services or other property that is valued at \$100,000
or more; provided that a non-profit provider of human services shall not be included herein
unless the provider's contract with the state includes adequate funding to cover payment of a
living wage to the provider's employees.

(2) The employer received a tax benefit valued at \$100,000 or more from the
commonwealth under the terms of one or more of the following provisions: sub-sections (g), (j),
(l), (m), (n), (o), (p), (q), or (r) of section six of chapter sixty-two, or sections six I, six J, six M,
six N, or six ½ of chapter sixty-two, or sections thirty-one A, thirty-one E, thirty-one H, thirtyone L, thirty-one M, thirty-eight M, thirty-eight N, thirty-eight P, thirty-eight Q, thirty-eight R,
thirty-eight U, thirty-eight W, thirty-eight X, thirty-eight Z, thirty-eight AA, thirty-eight BB,

21 thirty-eight CC, thirty-eight EE, or thirty-eight FF of chapter sixty-three.

(3) The employer was a subcontractor or a sub-lessee of an employer receiving statebenefits, within the meaning of this section.

(b) "Living wage" shall mean an hourly wage of not less than \$13.89 per hour, as of
January 1, 2016; not less than \$14.39 per hour as of January 1, 2017; not less than \$14.89 per
hour as of January 1, 2018; and not less than \$15.00 per hour as of January 1, 2019. As of
January 1, 2020 and each year thereafter, "living wage" shall mean \$15.00 per hour inflated to
reflect the increase in the consumer price index between the beginning of 2020 and the beginning
of the year in question.

30 Section 2. Payment of Living Wage

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31 (a) Every employer receiving state benefits, as defined in this chapter, shall pay each of 32 its employees employed within the commonwealth at least a living wage, as defined in this chapter. The provisions of this chapter shall not apply to any employee during any period when 33 34 such employee's wages are governed by any other provision of law mandating a higher wage. 35 (b) Nothing in this chapter shall be read to require or authorize any employer receiving state benefits to reduce wages set by a collective bargaining agreement. 36 37 (c) No employer receiving state benefits shall fund wage increases required by this 38 chapter, or otherwise respond to the provisions of this chapter, by reducing the health, insurance, 39 pension, vacation, or other non-wage benefits of any of its employees. 40 Section 3. Administration and Enforcement 41 (a) The director of the division of labor standards is hereby authorized and directed to 42 promulgate regulations as necessary or advisable for the effective administration and 43 enforcement of this chapter. The director may require that covered employers keep records and 44 submit reports to the director that the director determines are necessary for the effective 45 administration and enforcement of this chapter. 46 (b) Every employer receiving state benefits shall post in a prominent and easily 47 accessible place at the work site of any affected employee a notice of (1) the living wage rate, (2) 48 the employee's rights under this chapter, and (3) contact information for the state agency responsible for enforcement of this chapter. The division of labor standards may specify the 49 50 appropriate language for such notice.

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(c) The director of the division of labor standards may impose on an employer that
 violates any provision of this chapter a civil penalty not exceeding \$500 per violation.

(d) The director of the division of labor standards shall provide, by regulation, for barring any employer violating the provisions of this chapter from receiving the benefits from the state that subject employers to the provisions of this chapter. Said regulations shall provide employers with an opportunity for a fair hearing before debarment, and shall set reasonable terms for the scope and duration of any such debarment.

(e) If an employee was paid less than the wage required under this chapter, the employee
is entitled to recover from the employer an amount equal to twice the amount of the difference
between the required wage and the amount received by the employee. Such an employee is
entitled to sue to recover this amount, and, in a successful suit, is also entitled to recover
reasonable attorney's fees and costs.

(f) The attorney general has authority to investigate possible violations of the
requirements of this chapter and to bring suit to enforce the requirements of this chapter. In such
a suit, the attorney general can recover amounts on behalf of employees as provided in this
section, penalties as provided in this section, and such other relief, injunctive or monetary, as
may be appropriate.

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