# HOUSE BILL 374

4lr1831

### By: Delegates McConkey, Afzali, Bates, Carter, Cluster, Elliott, Frank, McComas, McDermott, Mitchell, Myers, Norman, Serafini, and Stocksdale

Introduced and read first time: January 23, 2014 Assigned to: Economic Matters

# A BILL ENTITLED

#### 1 AN ACT concerning

# Labor and Employment – Training Wage for New Employees – Establishment and Payment

- FOR the purpose of authorizing a county to establish a training wage for certain
  employees; prohibiting the training wage from being less than a certain
  minimum wage; authorizing an employer to pay a training wage to certain
  employees for a certain period of time; and generally relating to the
  establishment and payment of a training wage for new employees.
- 9 BY repealing and reenacting, with amendments,
- 10 Article Labor and Employment
- 11 Section 3–413
- 12 Annotated Code of Maryland
- 13 (2008 Replacement Volume and 2013 Supplement)
- 14 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 15 MARYLAND, That the Laws of Maryland read as follows:
- 16

# Article – Labor and Employment

- 17 3-413.
- 18 (a) In this section, "employer" includes a governmental unit.

# 19 (b) Except as provided in SUBSECTION (C) OF THIS SECTION OR § 3–414 of 20 this subtitle, each employer shall pay:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



1 to each employee who is subject to both the federal Act and this (1) $\mathbf{2}$ subtitle, at least the greater of: 3 (i) the minimum wage for that employee under the federal Act; 4 or a wage that equals a rate of \$6.15 per hour; and  $\mathbf{5}$ (ii) 6 each other employee who is subject to this subtitle, at least: (2)7 the greater of: (i) 8 1. the highest minimum wage under the federal Act; or 9 2. a wage that equals a rate of \$6.15 per hour; or 10 (ii) a training wage under regulations that the Commissioner adopts that include the conditions and limitations authorized under the federal Fair 11 Labor Standards Amendments of 1989. 12 13**(C)** (1) SUBJECT TO SUBPARAGRAPH (II) OF THIS PARAGRAPH, **(I)** A COUNTY MAY ESTABLISH A TRAINING WAGE FOR EMPLOYEES WORKING IN THE 1415COUNTY. 16**(II)** Α TRAINING WAGE **ESTABLISHED** UNDER 17SUBPARAGRAPH (I) OF THIS PARAGRAPH MAY NOT BE LESS THAN: 18 1. FOR AN EMPLOYEE SUBJECT TO THE FEDERAL 19 ACT, THE MINIMUM WAGE FOR THAT EMPLOYEE UNDER THE FEDERAL ACT; OR 20 2. FOR AN EMPLOYEE WHO IS NOT SUBJECT TO THE 21FEDERAL ACT, THE HIGHEST MINIMUM WAGE UNDER THE FEDERAL ACT. 22(2) AN EMPLOYER MAY PAY AN EMPLOYEE A TRAINING WAGE 23ESTABLISHED UNDER PARAGRAPH (1)(I) OF THIS SUBSECTION FOR THE FIRST 2 24YEARS OF EMPLOYMENT IF: 25**(I)** THE COUNTY IN WHICH THE EMPLOYEE WORKS ESTABLISHED THE TRAINING WAGE; AND 2627**(II)** THE EMPLOYEE HAS NOT BEEN EMPLOYED PREVIOUSLY 28BY ANY EMPLOYER. 29SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 30 October 1. 2014.

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