

## 99TH GENERAL ASSEMBLY

# State of Illinois

# 2015 and 2016

#### SB2552

Introduced 2/16/2016, by Sen. Jim Oberweis

### SYNOPSIS AS INTRODUCED:

820 ILCS 105/4

from Ch. 48, par. 1004

Amends the Minimum Wage Law. Increases the minimum wage for workers who are 26 years of age or older to \$9 per hour in 2017, \$9.50 per hour in 2018, and \$10 per hour in 2019. Makes corresponding changes in the Act. Provides that a municipality may not establish a minimum wage in an amount greater than the minimum wage established under the Minimum Wage Law and preempts home rule.

LRB099 20192 JLS 44648 b

FISCAL NOTE ACT MAY APPLY HOME RULE NOTE ACT MAY APPLY STATE MANDATES ACT MAY REQUIRE REIMBURSEMENT SB2552

1

AN ACT concerning employment.

# 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Minimum Wage Law is amended by changing
Section 4 as follows:

(820 ILCS 105/4) (from Ch. 48, par. 1004) 6 7 Sec. 4. (a) (1) Through December 31, 2016 Every employer shall pay to each of his employees in every occupation wages of 8 9 not less than \$2.30 per hour or in the case of employees under 18 years of age wages of not less than \$1.95 per hour, except 10 as provided in Sections 5 and 6 of this Act, and on and after 11 January 1, 1984, every employer shall pay to each of his 12 employees in every occupation wages of not less than \$2.65 per 13 14 hour or in the case of employees under 18 years of age wages of not less than \$2.25 per hour, and on and after October 1, 1984 15 16 every employer shall pay to each of his employees in every occupation wages of not less than \$3.00 per hour or in the 17 of employees under 18 years of age wages of not less than \$2.55 18 per hour, and on or after July 1, 1985 every employer shall pay 19 to each of his employees in every occupation wages of not less 20 21 than \$3.35 per hour or in the case of employees under 18 years of age wages of not less than \$2.85 per hour, and from January 22 1, 2004 through December 31, 2004 every employer shall pay to 23

SB2552

1	each of his or her employees who is 18 years of age or older in
2	every occupation wages of not less than \$5.50 per hour, and
3	from January 1, 2005 through June 30, 2007 every employer shall
4	pay to each of his or her employees who is 18 years of age or
5	older in every occupation wages of not less than \$6.50 per
6	hour, and from July 1, 2007 through June 30, 2008 every
7	employer shall pay to each of his or her employees who is 18
8	years of age or older in every occupation wages of not less
9	than \$7.50 per hour, and from July 1, 2008 through June 30,
10	2009 every employer shall pay to each of his or her employees
11	who is 18 years of age or older in every occupation wages of
12	not less than \$7.75 per hour, and from July 1, 2009 through
13	June 30, 2010 every employer shall pay to each of his or her
14	employees who is 18 years of age or older in every occupation
15	wages of not less than \$8.00 per hour, and on and after July 1,
16	2010 every employer shall pay to each of his or her employees
17	who is 18 years of age or older in every occupation wages of
18	not less than \$8.25 per hour, and on and after January 1, 2017
19	every employer shall pay to each of his or her employees who is
20	at least 18 years of age but under 26 years of age in every
21	occupation wages of not less than \$8.25 per hour, and from
22	January 1, 2017 through December 31, 2017 every employer shall
23	pay to each of his or her employees who is 26 years of age or
24	older in every occupation wages of not less than \$9 per hour,
25	and from January 1, 2018 through December 31, 2018 every
26	employer shall pay to each of his or her employees who is 26

years of age or older in every occupation wages of not less than \$9.50 per hour, and on and after January 1, 2019 every employer shall pay to each of his or her employees who is 26 years of age or older in every occupation wages of not less than \$10 per hour.

(2) Unless an employee's wages are reduced under Section 6, 6 7 then in lieu of the rate prescribed in item (1) of this 8 subsection (a), an employer may pay an employee who is 18 years 9 of age or older, during the first 90 consecutive calendar days 10 after the employee is initially employed by the employer, a 11 wage that is not more than 50¢ less than the wage prescribed in 12 item (1) of this subsection (a); however, an employer shall pay 13 not less than the rate prescribed in item (1) of this 14 subsection (a) to:

(A) a day or temporary laborer, as defined in Section 5
of the Day and Temporary Labor Services Act, who is 18
years of age or older; and

(B) an employee who is 18 years of age or older and
whose employment is occasional or irregular and requires
not more than 90 days to complete.

(b) No employer shall discriminate between employees on the
basis of sex or mental or physical disability, except as

- 4 - LRB099 20192 JLS 44648 b

otherwise provided in this Act by paying wages to employees at 1 2 a rate less than the rate at which he pays wages to employees 3 for the same or substantially similar work on jobs the performance of which requires equal skill, effort, 4 and 5 responsibility, and which are performed under similar working conditions, except where such payment is made pursuant to (1) a 6 7 seniority system; (2) a merit system; (3) a system which 8 measures earnings by quantity or quality of production; or (4) 9 a differential based on any other factor other than sex or 10 mental or physical disability, except as otherwise provided in 11 this Act.

12 (c) Every employer of an employee engaged in an occupation 13 in which gratuities have customarily and usually constituted and have been recognized as part of the remuneration for hire 14 15 purposes is entitled to an allowance for gratuities as part of the hourly wage rate provided in Section 4, subsection (a) in 16 17 an amount not to exceed 40% of the applicable minimum wage rate. The Director shall require each employer desiring an 18 allowance for gratuities to provide substantial evidence that 19 20 the amount claimed, which may not exceed 40% of the applicable 21 minimum wage rate, was received by the employee in the period 22 for which the claim of exemption is made, and no part thereof 23 was returned to the employer.

(d) No camp counselor who resides on the premises of a
seasonal camp of an organized not-for-profit corporation shall
be subject to the adult minimum wage if the camp counselor (1)

SB2552

works 40 or more hours per week, and (2) receives a total 1 2 weekly salary of not less than the adult minimum wage for a 40-hour week. If the counselor works less than 40 hours per 3 week, the counselor shall be paid the minimum hourly wage for 4 5 each hour worked. Every employer of a camp counselor under this 6 subsection is entitled to an allowance for meals and lodging as 7 part of the hourly wage rate provided in Section 4, subsection (a), in an amount not to exceed 25% of the minimum wage rate. 8

9 (e) A camp counselor employed at a day camp is not subject 10 to the adult minimum wage if the camp counselor is paid a 11 stipend on a onetime or periodic basis and, if the camp 12 counselor is a minor, the minor's parent, guardian or other 13 custodian has consented in writing to the terms of payment 14 before the commencement of such employment.

15 (f) A municipality, including a home rule municipality, may 16 not establish a minimum wage in an amount in excess of the 17 minimum wage established under this Section. This Section is a denial and limitation of home rule powers and functions under 18 subsection (q) of Article VII of the Illinois Constitution. 19 20

(Source: P.A. 99-143, eff. 7-27-15.)

SB2552