SENATE BILL No. 373

June 4, 2015, Introduced by Senator YOUNG and referred to the Committee on Commerce.

A bill to amend 2014 PA 138, entitled "Workforce opportunity wage act," by amending section 4d (MCL 408.414d).

SENATE BILL No. 373

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THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 4d. (1) Before September 1, 2014, the minimum hourly wage
 rate is \$2.65 per hour and, beginning September 1, 2014, the THE
 minimum hourly wage rate is 38% of the minimum hourly wage rate
 established in section 4 FOR AN EMPLOYEE IS AS PROVIDED IN
 SUBSECTION (2) if all of the following occur:CONDITIONS ARE
 SATISFIED:
 - (a) The employee receives gratuities in the course of his or her employment.
 - (b) If the gratuities described in subdivision (a) plus the minimum hourly wage rate under this subsection (2) do not equal or exceed the minimum hourly wage otherwise established under section

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- 1 4, the employer pays any shortfall to the employee.
- 2 (c) The gratuities are proven gratuities as indicated by the
- 3 employee's declaration for purposes of the federal insurance
- 4 contributions act, 26 USC 3101 to 3128.
- 5 (d) The employee was informed by the employer of the
- 6 provisions of this section.
- 7 (2) IF THE CONDITIONS IN SUBSECTION (1) ARE SATISFIED, THE
- 8 MINIMUM HOURLY WAGE RATE FOR THE EMPLOYEE IS THE FOLLOWING
- 9 PERCENTAGE OF THE MINIMUM HOURLY WAGE RATE SPECIFIED IN SECTION 4:
- 10 (A) BEGINNING SEPTEMBER 1, 2014, 38%.
- 11 (B) BEGINNING JANUARY 1, 2016, 59%.
- 12 (C) BEGINNING JANUARY 1, 2017, 80%.
- 13 (3) (2) As used in this section, "gratuities" means tips or
- 14 voluntary monetary contributions received by an employee from a
- 15 guest, patron, or customer for services rendered to that guest,
- 16 patron, or customer and that the employee reports to the employer
- 17 for purposes of the federal insurance contributions act, 26 USC
- **18** 3101 to 3128.
- 19 (4) THIS SECTION DOES NOT APPLY AFTER DECEMBER 31, 2017.

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