By: Rodríguez S.B. No. 161

A BILL TO BE ENTITLED

1	AN ACT
2	relating to authorization for a county or municipality to establish
3	a local minimum wage.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 62.0515, Labor Code, is amended to read
6	as follows:
7	Sec. 62.0515. [APPLICATION OF] MINIMUM WAGE ESTABLISHED BY
8	[TO] CERTAIN GOVERNMENTAL ENTITIES; CERTAIN AGREEMENTS WITH
9	GOVERNMENTAL ENTITIES. (a) Notwithstanding Section 62.151:
10	(1) a municipality may adopt a minimum wage that is
11	greater than the minimum wage established by Section 62.051 to be
12	paid by an employer to each employee for services performed in the
13	municipality; and
14	(2) a county may adopt a minimum wage that is greater
15	than the minimum wage established by Section 62.051 to be paid by an
16	employer to each employee for services performed in the
17	unincorporated areas of the county, including areas located within
18	the extraterritorial jurisdiction of a municipality. [Except as
19	otherwise provided by this section, the minimum wage provided by
20	this chapter supersedes a wage established in an ordinance, order,
21	or charter provision governing wages in private employment, other

(b) [This section does not apply to any state or federal job 24 training or workforce development program.

than wages under a public contract.

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- [(c) This section does not apply to a minimum wage 1 established by a governmental entity that applies to a contract or 2 3 agreement, including a non-annexation agreement, entered into by a governmental entity and a private entity.] A private entity that 4 enters into a contract or agreement, including a non-annexation 5 agreement, with a governmental entity, under the terms of which the 6 private entity agrees to comply with a minimum wage that is greater 7 8 than the minimum wage established by Section 62.051 or, if applicable, Subsection (a) of this section [the governmental 9 10 entity], is subject to the terms of that contract or agreement, and those terms apply to and may be enforced against a general 11 contractor, subcontractor, developer, and other person with which 12 the private entity contracts in order to comply with the provisions 13 14 of the original contract or agreement.
- [(d)] For purposes of this <u>subsection</u> [section],
 "governmental entity" includes a municipality, a county, a special
 district or authority, a junior college district, or another
 political subdivision of this state.
- 19 SECTION 2. Section 62.151, Labor Code, is amended to read as 20 follows:
- Sec. 62.151. PERSON COVERED BY FEDERAL ACT. This chapter
- 22 <u>does</u> [and a municipal ordinance or charter provision governing
- 23 wages in private employment, other than wages under a public
- 24 contract, do] not apply to a person covered by the Fair Labor
- 25 Standards Act of 1938 (29 U.S.C. Section 201 et seq.).
- SECTION 3. This Act takes effect September 1, 2019.