| | | (Original Signature of Member) |
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| 116TH CONGRESS 1ST SESSION | H.R. | |

To amend the Fair Labor Standards Act of 1938 to provide for a Federal, cost-of-living based minimum wage, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

| Ms. | SEWELL | of Alabama | introduced | the | following | bill; | which | was | referred | to |
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| | t | he Committe | ee on | | | | | | | |

A BILL

To amend the Fair Labor Standards Act of 1938 to provide for a Federal, cost-of-living based minimum wage, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Paying Hourly Ameri-
- 5~ cans Stronger Earnings (PHASE) in \$15 Wage Act".

| 1 SEC. 2. COST-OF-LIVING BASED MINIMUM W | VAGE. |
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| 2 | (a) In General.—Section $6(a)(1)$ of the Fair Labor |
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| 3 | Standards Act of 1938 (29 U.S.C. 206(a)(1)) is amended |
| 4 | to read as follows: |
| 5 | "(1) except as otherwise provided in this sec- |
| 6 | tion, not less than the amount determined by the |
| 7 | Secretary under subsection (h) for the metropolitan |
| 8 | statistical area or the nonmetropolitan portion in |
| 9 | which the employer resides;". |
| 10 | (b) Determination of Regional Minimum |
| 11 | Wage.—Section 6 of the Fair Labor Standards Act of |
| 12 | 1938 (29 U.S.C. 206) is amended by adding at the end |
| 13 | the following: |
| 14 | "(h) Determination of Minimum Wage.— |
| 15 | "(1)(A) On the effective date of the Paying |
| 16 | Hourly Americans Stronger Earnings (PHASE) in |
| 17 | \$15 Wage Act, the wage determined under this |
| 18 | paragraph for a metropolitan statistical area or non- |
| 19 | metropolitan portion shall be equal to the result ob- |
| 20 | tained— |
| 21 | "(i) by multiplying— |
| 22 | "(I) 40 percent of the national aver- |
| 23 | age hourly wage of private sector, non-su- |
| 24 | pervisory workers (as reported by the Bu- |
| 25 | reau of Labor Statistics of the Department |

| 1 | of Labor for the most recent month for |
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| 2 | which data are available); by |
| 3 | "(II) the adjustment percentage speci- |
| 4 | fied in paragraph (2) for the area or por- |
| 5 | tion; and |
| 6 | "(ii) by rounding the result obtained under |
| 7 | clause (i) to the nearest tenth of a dollar. |
| 8 | "(B) Not later than 1 year after such effective |
| 9 | date, subparagraph (A)(i)(I) shall be applied by sub- |
| 10 | stituting '45 percent' for '40 percent'. |
| 11 | "(C) Not later than 2 years after such effective |
| 12 | date, subparagraph (A)(i)(I) shall be applied by sub- |
| 13 | stituting '50 percent' for '40 percent'. |
| 14 | "(D) Not later than 5 years after such effective |
| 15 | date, and for each 3-year period thereafter, the wage |
| 16 | determined under this paragraph for a metropolitan |
| 17 | statistical area or nonmetropolitan portion shall be |
| 18 | equal to the greater of— |
| 19 | "(i) the result obtained under subpara- |
| 20 | graph (C); or |
| 21 | "(ii) the wage determined under this para- |
| 22 | graph for such area or portion for the preceding |
| 23 | three-year period. |

| 1 | "(2) The adjustment percentage specified in |
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| 2 | this paragraph for a metropolitan statistical area or |
| 3 | nonmetropolitan portion shall be— |
| 4 | "(A) 87.5 percent, for a metropolitan sta- |
| 5 | tistical area or nonmetropolitan portion with a |
| 6 | regional price parity of less than 90; |
| 7 | "(B) 92.5 percent, for a metropolitan sta- |
| 8 | tistical area or nonmetropolitan portion with a |
| 9 | regional price parity of less than 95, but not |
| 10 | less than 90; |
| 11 | "(C) 100 percent, for a metropolitan sta- |
| 12 | tistical area or nonmetropolitan portion with a |
| 13 | regional price parity of less than 105, but not |
| 14 | less than 95; |
| 15 | "(D) 107.5 percent, for a metropolitan sta- |
| 16 | tistical area or nonmetropolitan portion with a |
| 17 | regional price parity of less than 110, but not |
| 18 | less than 105; and |
| 19 | "(E) 115 percent, for a metropolitan sta- |
| 20 | tistical area or nonmetropolitan portion with a |
| 21 | regional price parity of not less than 110. |
| 22 | "(3) In this subsection: |
| 23 | "(A) The term 'metropolitan statistical |
| 24 | area' means a geographic area, defined by the |
| 25 | Office of Management and Budget for statis- |

| 1 | tical purposes, containing a large population |
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| 2 | nucleus and adjacent communities having a |
| 3 | high degree of social and economic integration |
| 4 | with that nucleus. |
| 5 | "(B) The term 'nonmetropolitan portion' |
| 6 | means any county (or portion thereof) which is |
| 7 | not within a metropolitan statistical area. All |
| 8 | nonmetropolitan portions of a State shall be |
| 9 | treated, in aggregate, as a single nonmetropoli- |
| 10 | tan portion for the State. |
| 11 | "(C) The term regional price parity |
| 12 | means the regional price parity for a metropoli- |
| 13 | tan statistical area or nonmetropolitan portion |
| 14 | determined by the Bureau of Economic Anal- |
| 15 | ysis of the Department of Commerce for the |
| 16 | most recent year for which data are available. |
| 17 | In determining regional price parities for pur- |
| 18 | poses of this subsection, the Bureau of Eco- |
| 19 | nomic Analysis shall use the same methodology |
| 20 | used to determine such parities for the most re- |
| 21 | cent year for which such parities were reported |
| 22 | by the Bureau before the date of the enactment |
| 23 | of this subsection.". |

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| 1 | SEC. 3. REPEAL OF SEPARATE MINIMUM WAGE FOR TIPPED |
| 2 | EMPLOYEES. |
| 3 | Subparagraph (A) of section 3(m)(2) of the Fair |
| 4 | Labor Standards Act of 1938 (29 U.S.C. 203(m)(2)) is |
| 5 | amended to read as follows: "(A) The wage required to |
| 6 | be paid to a tipped employee shall be the wage set forth |
| 7 | in section $6(a)(1)$.". |
| 8 | SEC. 4. REPEAL OF SEPARATE MINIMUM WAGE FOR NEWLY |
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| 9 | HIRED EMPLOYEES WHO ARE LESS THAN 20 |
| 9 10 | HIRED EMPLOYEES WHO ARE LESS THAN 20 YEARS OLD. |
| | |
| 10 | YEARS OLD. |
| 10 11 | YEARS OLD. Section $6(g)(1)$ of the Fair Labor Standards Act of |
| 10 11 12 | YEARS OLD. Section $6(g)(1)$ of the Fair Labor Standards Act of 1938 (29 U.S.C. $206(g)(1)$) is repealed. |
| 10 11 12 13 | YEARS OLD. Section $6(g)(1)$ of the Fair Labor Standards Act of 1938 (29 U.S.C. $206(g)(1)$) is repealed. SEC. 5. EFFECTIVE DATE. |