

HOUSE STANDING COMMITTEE ON GOVERNMENT OPERATIONS

Tuesday, May 27, 2014

8:15 a.m.

327 House Office Building

Representative Lund, Chair, called the meeting to order.

MEMBERS PRESENT: Representatives Lund, Jacobsen, Shirkey, Hobbs, and Greimel.

Representative Jacobsen moved to approve the minutes from the May 21, 2014 and the May 22, 2014 meetings.

There being no objection, the motion prevailed by unanimous consent.

The Chair laid SB 934 before the committee:

SB 934 (Richardville) Labor; hours and wages; minimum wage act; repeal, and enact new minimum wage law.

Representative Jacobsen moved to adopt substitute (H-2) to SB 934:

The motion prevailed by a vote of 3-1-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Lund, Jacobsen, and Shirkey,

Nays: Representative Greimel,

Pass: None.

Representative Greimel offered and moved to adopt the following amendments to SB 934 (H-2):

1. Amend page 2, line 16, after "2014," by striking out the balance of the subsection and inserting "\$8.15.

(c) Beginning January 1, 2015, \$8.50.

(d) Beginning January 1, 2016, \$8.85.

(e) Beginning January 1, 2017, \$9.20."

2. Amend page 10, line 9, by striking out the balance of the line through "4" and inserting "\$3.10; beginning January 1, 2015, the minimum hourly wage rate is \$3.23; beginning January 1, 2016, the minimum hourly wage rate is \$3.36; and beginning January 1, 2017, the minimum hourly wage rate is \$3.50".

The motion did not prevail by a vote of 1-3-0.

UNFAVORABLE ROLL CALL:

Yeas: Representative Greimel,
Nays: Representatives Lund, Jacobsen, and Shirkey,
Pass: None.

Representative Greimel offered and moved to adopt the following amendment to SB 934 (H-2):

1. Amend page 10, line 9, by striking out "38%" and inserting "50%".

The motion did not prevail by a vote of 1-3-0.

UNFAVORABLE ROLL CALL:

Yeas: Representative Greimel,
Nays: Representatives Lund, Jacobsen, and Shirkey,
Pass: None.

Representative Greimel offered and moved to adopt the following amendments to SB 934 (H-2):

1. Amend page 2, following line 19, by inserting:
"(2) Every October beginning in October 2017, the wage and hours division of the department of licensing and regulatory affairs shall calculate an adjusted minimum wage rate. The adjusted rate shall be calculated by multiplying the otherwise applicable minimum wage by the percentage increase, if any, in the most comprehensive index of consumer prices available for the Detroit area from the United States department of labor, bureau of labor statistics, for the most recent 12-month period for which data are available. The adjusted minimum wage rate shall be posted on the department's website by November 1 of the year it is calculated and is effective beginning January 1 of the succeeding year." and renumbering the remaining subsection.

2. Amend page 10, line 6, after "(2)" by inserting "or (3)".

3. Amend page 10, following line 21, by inserting:
"(2) Every October beginning in October 2017, the wage and hours division of the department of licensing and regulatory affairs shall calculate an adjusted minimum wage rate for employees described in subsection (1). The adjusted rate shall be calculated by multiplying the otherwise applicable minimum wage by the percentage increase, if any, in the most comprehensive index of consumer prices available for the Detroit area from the United States department of labor, bureau of labor statistics, for the most recent 12-month period for which data are available. The adjusted minimum wage rate shall be posted on the department's website by November 1 of the year it is calculated and is effective beginning January 1 of the succeeding year." and renumbering the remaining subsections.

The motion did not prevail by a vote of 1-3-0.

UNFAVORABLE ROLL CALL:

Yeas: Representative Greimel,
Nays: Representatives Lund, Jacobsen, and Shirkey,

Pass: None.

Representative Greimel offered and moved to adopt the following amendment to SB 934 (H-2):

1. Amend page 2, line 16, after "2014," by striking out the balance of the subsection and inserting "\$8.07.

(c) Beginning January 1, 2015, \$8.75.

(d) Beginning January 1, 2016, \$9.42.

(e) Beginning January 1, 2017, \$10.10.".

The motion did not prevail by a vote of 1-3-0.

UNFAVORABLE ROLL CALL:

Yeas: Representative Greimel,

Nays: Representatives Lund, Jacobsen, and Shirkey,

Pass: None.

Representative Shirkey moved to report out SB 934 (H-2) with recommendation:

The motion prevailed by a vote of 3-0-1.

FAVORABLE ROLL CALL:

Yeas: Representatives Lund, Jacobsen, and Shirkey,

Nays: None,

Pass: Representative Greimel.

SB 934 (H-2) reported out with recommendation.

The following individuals submitted testimony cards, but did not wish to speak:

Scott Ellis, representing the Michigan Licensed Beverage Association, stated a neutral position on SB 934.

Allie Bush, representing the Grand Rapids Chamber of Commerce, in support of SB 934.

The Chair laid SB 509 before the committee:

SB 509 (Richardville) Property; conveyances; sale of Farnum building; allow, and earmark revenue.

Carol Viventi, Secretary of the Senate, testified in support of HB 509.

The committee went at ease at 9:13 a.m.

The committee reconvened at 9:24 a.m.

The committee went at ease at 9:24 a.m.

The Chair adjourned the meeting from the session floor, the time being 2:29 p.m.

Representative Pete Lund, Chair

Rachel Meade
Committee Clerk
rmeade@house.mi.gov
May 27, 2014
1 hour 9 minutes

Date Approved and Signed