## 2019 SESSION

	19102688D
1	HOUSE BILL NO. 2195
2 3	Offered January 9, 2019
3	Prefiled January 8, 2019
4	A BILL to amend and reenact § 40.1-28.9 of the Code of Virginia, relating to the minimum wage for
5 6	tipped employees.
U	Patron—Rodman
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8	Referred to Committee on Commerce and Labor
9 10	Be it enacted by the General Assembly of Virginia:
11	1. That § 40.1-28.9 of the Code of Virginia is amended and reenacted as follows:
12	§ 40.1-28.9. Definition of terms; wages of tipped employees.
13	A. As used in this article:
14	A. "Employer" includes any individual, partnership, association, corporation, business trust, or any
15	person or groups of persons acting directly or indirectly in the interest of an employer in relation to an
16 17	employee; B. "Employee" includes any individual employed by an employer, except the following:
18	1. Any person employed as a farm laborer or farm employee;
19	2. Any person employed in domestic service or in or about a private home or in an eleemosynary
20	institution primarily supported by public funds;
21	3. Any person engaged in the activities of an educational, charitable, religious or nonprofit
22	organization where the relationship of employer-employee does not, in fact, exist, or where the services
23 24	rendered to such organizations are on a voluntary basis; 4. Newsboys, shoe-shine boys, caddies on golf courses, babysitters, ushers, doormen, concession
25	attendants and cashiers in theaters;
26	5. Traveling salesmen or outside salesmen working on a commission basis; taxicab drivers and
27	operators;
28	6. Any person under the age of 18 in the employ of his father, mother or legal guardian;
29 30	7. Any person confined in any penal or corrective institution of the State Commonwealth or any of its political subdivisions or admitted to a state hospital or training center operated by the Department of
30 31	Behavioral Health and Developmental Services;
32	8. Any person employed by a boys' and/or girls' summer camp for boys, girls, or both boys and
33	girls;
34	9. Any person under the age of 16, regardless of by whom employed;
35 36	10. Any person who normally works and is paid based on the amount of work done;
30 37	11. [Repealed.] 12. Any person whose employment is covered by the Fair Labor Standards Act of 1938, 29 U.S.C.
38	§ 203, as amended;
39	13. 12. Any person whose earning capacity is impaired by physical deficiency, mental illness, or
40	intellectual disability;
41 42	14. 13. Students participating in a bona fide educational program; 15. 14. Any person employed by an employer who does not have four or more persons employed at
43	any one time; provided that husbands, wives, sons, daughters and parents of the employer shall not be
44	counted in determining the number of persons employed;
45	16. 15. Any person who is less than 18 years of age and who is currently enrolled on a full-time
46	basis in any secondary school, institution of higher education or trade school, provided the person is not
47 48	employed more than 20 hours per week; 16A. 16. Any person of any age who is currently enrolled on a full-time basis in any secondary
49	school, institution of higher education or trade school and is in a work-study program or its equivalent
50	at the institution at which he or she is enrolled as a student; or
51	17. Any person who is less than 18 years of age and who is under the jurisdiction and direction of a
52	juvenile and domestic relations district court.
53 54	C. "Employer" includes any individual, partnership, association, corporation, business trust, or any
54 55	person or groups of persons acting directly or indirectly in the interest of an employer in relation to an employee.
55 56	"Wages" means legal tender of the United States or checks or drafts on banks negotiable into cash on
57	demand or upon acceptance at full value; provided, wages may include the reasonable cost to the
58	employer of furnishing meals and for lodging to an employee, if such board or lodging is customarily

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**59** furnished by the employer, and used by the employee.

60 D. B. In determining the *cash* wage of a tipped employee, the amount paid such employee by his 61 employer shall be deemed to be increased on account of tips by an amount determined by the employer

in accordance with the minimum wage requirements of the federal Fair Labor Standards Act of 1938, as
 amended, except in the case of an employee who establishes by clear and convincing evidence that the
 actual amount of tips received by him was less than the amount determined by the employer. In such

case, the amount paid such employee by his employer shall be deemed to have been increased by such

- 67 1. From January 1, 2020, through December 31, 2020, a tipped employee shall receive a cash wage 68 of not less than \$3.50 per hour;
- 69 2. From January 1, 2021, through December 31, 2021, a tipped employee shall receive a cash wage
  70 of not less than \$4.75 per hour;
- 71 3. From January 1, 2022, through December 31, 2022, a tipped employee shall receive a cash wage 72 of not less than \$6.00 per hour; and
- 73 4. Commencing January 1, 2023, the amount of tips received by an employee shall be excluded from 74 any determination of the wage paid to the employee by his employer.

<sup>66</sup> lesser amount. *However:*