

Enrolled
Senate Bill 1532

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CHAPTER

AN ACT

Relating to minimum wage; creating new provisions; amending ORS 653.025; and declaring an emergency.

Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 653.025 is amended to read:

653.025. (1) Except as provided [by] **in subsections (2) and (3) of this section**, ORS 652.020 and the rules of the Commissioner of the Bureau of Labor and Industries issued under ORS 653.030 and 653.261, for each hour of work time that the employee is gainfully employed, no employer shall employ or agree to employ any employee at wages computed at a rate lower than:

[(a) For calendar year 1997, \$5.50.]

[(b) For calendar year 1998, \$6.00.]

[(c) For calendar years after December 31, 1998, and before January 1, 2003, \$6.50.]

[(d)] (a) For calendar year 2003, \$6.90.

*[(e)] (b) [For calendar years after 2003] **From January 1, 2004, to June 30, 2016**, a rate adjusted for inflation as calculated by the commissioner.*

*(c) **From July 1, 2016, to June 30, 2017, \$9.75.***

*(d) **From July 1, 2017, to June 30, 2018, \$10.25.***

*(e) **From July 1, 2018, to June 30, 2019, \$10.75.***

*(f) **From July 1, 2019, to June 30, 2020, \$11.25.***

*(g) **From July 1, 2020, to June 30, 2021, \$12.***

*(h) **From July 1, 2021, to June 30, 2022, \$12.75.***

*(i) **From July 1, 2022, to June 30, 2023, \$13.50.***

*(j) **After June 30, 2023, beginning on July 1 of each year, a rate adjusted annually for inflation as described in subsection (5) of this section.***

(2) If the employer is located within the urban growth boundary of a metropolitan service district organized under ORS chapter 268, except as provided by ORS 652.020 and the rules of the commissioner issued under ORS 653.030 and 653.261, for each hour of work time that the employee is gainfully employed, no employer shall employ or agree to employ any employee at wages computed at a rate lower than:

(a) From July 1, 2016, to June 30, 2017, \$9.75.

(b) From July 1, 2017, to June 30, 2018, \$11.25.

(c) From July 1, 2018, to June 30, 2019, \$12.

(d) From July 1, 2019, to June 30, 2020, \$12.50.

(e) From July 1, 2020, to June 30, 2021, \$13.25.

(f) From July 1, 2021, to June 30, 2022, \$14.

(g) From July 1, 2022, to June 30, 2023, \$14.75.

(h) After June 30, 2023, an employer described in this subsection shall pay an employee no less than \$1.25 per hour more than the minimum wage determined under subsection (1)(j) of this section.

(3) If the employer is located within a nonurban county as described in section 2 of this 2016 Act, except as provided by ORS 652.020 and the rules of the commissioner issued under ORS 653.030 and 653.261, for each hour of work time that the employee is gainfully employed, no employer shall employ or agree to employ any employee at wages computed at a rate lower than:

(a) From July 1, 2016, to June 30, 2017, \$9.50.

(b) From July 1, 2017, to June 30, 2018, \$10.

(c) From July 1, 2018, to June 30, 2019, \$10.50.

(d) From July 1, 2019, to June 30, 2020, \$11.

(e) From July 1, 2020, to June 30, 2021, \$11.50.

(f) From July 1, 2021, to June 30, 2022, \$12.

(g) From July 1, 2022, to June 30, 2023, \$12.50.

(h) After June 30, 2023, an employer described in this subsection shall pay an employee no less than \$1 per hour less than the minimum wage determined under subsection (1)(j) of this section.

(4) The commissioner shall adopt rules for determining an employer's location under subsection (2) of this section.

[(2)(a)] (5)(a) The Oregon minimum wage shall be adjusted [annually] for inflation[,] as provided in paragraph (b) of this subsection.

(b) No later than [September] **April** 30 of each year, beginning in [calendar year 2003] **2023**, the commissioner shall calculate an adjustment of the wage amount specified in subsection (1)(j) of this section based upon the increase, **if any**, [(if any)] from [August] **March** of the preceding year to [August] **March** of the year in which the calculation is made in the U.S. City Average Consumer Price Index for All Urban Consumers for All Items as prepared by the Bureau of Labor Statistics of the United States Department of Labor or its successor.

(c) The wage amount [established] **as adjusted** under this subsection shall[:]

[(A)] be rounded to the nearest five cents; and].

[(B)] (d) **The wage amount as adjusted under this subsection** [become] **becomes** effective as the new Oregon minimum wage **amount**, replacing the [dollar figure specified in subsection (1)] **minimum wage amount specified in subsection (1)(j)** of this section, on [January 1 of the following year] **July 1 of the year in which the calculation is made.**

SECTION 2. For purposes of ORS 653.025, "nonurban county" means any of the following counties:

(1) **Baker;**

(2) **Coos;**

(3) **Crook;**

(4) **Curry;**

(5) **Douglas;**

(6) **Gilliam;**

(7) **Grant;**

(8) **Harney;**

(9) **Jefferson;**

(10) **Klamath;**

(11) **Lake;**

(12) **Malheur;**

(13) **Morrow;**

- (14) Sherman;
- (15) Umatilla;
- (16) Union;
- (17) Wallowa; or
- (18) Wheeler.

SECTION 3. This 2016 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2016 Act takes effect on its passage.

Passed by Senate February 11, 2016

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Lori L. Brocker, Secretary of Senate

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Peter Courtney, President of Senate

Passed by House February 18, 2016

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Tina Kotek, Speaker of House

Received by Governor:

.....M.,....., 2016

Approved:

.....M.,....., 2016

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Kate Brown, Governor

Filed in Office of Secretary of State:

.....M.,....., 2016

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Jeanne P. Atkins, Secretary of State