By Senator Gruters

23-00841-22 20221124

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A bill to be entitled

An act relating to preemption of local government wage mandates; amending s. 218.077, F.S.; providing a short title; providing legislative findings and declarations; revising and defining terms; revising prohibitions relating to political subdivisions enacting, maintaining, or enforcing wage mandates in an amount greater than the state minimum wage rate; revising construction and applicability; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Section 218.077, Florida Statutes, is amended to read:

(Substantial rewording of section. See

s. 218.077, F.S., for present text.)

218.077 Wage Mandate Preemption Act.

- (1) This section may be cited as the "Wage Mandate Preemption Act."
- (2) The Legislature finds and declares all of the following:
- (a) That economic stability and growth are among the most important factors affecting the general welfare of the residents of this state and are among the most important matters for which the Legislature is responsible.
- (b) That mandated wage rates comprise a major cost component for private enterprises and are among the chief factors affecting the economic stability and growth of this

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state.

 (c) That prevailing wage laws increase the costs of government and business and diminish the number of jobs generated by the economy.

- (d) That local variations in mandated wage rates threaten many businesses with a loss of employees to areas that require higher mandated wage rates, threaten many other businesses with the loss of patrons to areas that allow lower mandated wage rates, and are detrimental to the business environment of this state, to local labor markets, and to the citizens, businesses, and governments of the political subdivisions of this state.
- (e) That in order for businesses to remain competitive while attracting and retaining the highest possible caliber of employees, private enterprises in this state must be allowed to function in a uniform environment with respect to mandated wage rates.
- (f) That legislated wage disparity between political subdivisions of this state creates an anticompetitive marketplace that fosters job and business relocation.
- (g) That prevailing wage laws are most harmful to the young, to minorities, and to other new or potential entrants to the workplace.
- (h) That prohibiting and repealing prevailing wage laws will increase the efficiency of public investments, reduce the cost of government, and eliminate government's preferential treatment.
  - (3) For the purposes of this section, the term:
- (a) "Employ" has the same meaning as established under the federal Fair Labor Standards Act and its implementing

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regulations.

(b) "Employee" means any individual employed by an employer.

- (c) "Employer" means any person who employs employees. The term includes, but is not limited to, any person acting directly or indirectly in the interest of an employer in relation to an employee and includes a public agency other than the government of the United States, as well as employers that have contracts or subcontracts with a political subdivision or that have received tax abatements, loan guarantees, or other financial assistance from a political subdivision.
- (d) "Political subdivision" includes, but is not limited to, any municipality, city, county, village, school district, special purpose district, or local government of this state.
- (e) "Wage mandate" means any requirement enacted by a political subdivision which requires an employer to pay any or all of its employees a wage rate not otherwise required under state or federal law.
- (4) Except as provided in subsection (5), a political subdivision may not enact, maintain, or enforce by charter, ordinance, purchase agreement, contract, regulation, rule, or resolution, either directly or indirectly, a wage mandate in an amount greater than the state minimum wage rate calculated pursuant to s. 24, Art. X of the State Constitution. Any wage mandate that conflicts with this subsection is void.
  - (5) Subsection (4) does not:
- (a) Prohibit a political subdivision from enacting,
  maintaining, or enforcing through a collective bargaining
  agreement or other means a minimum wage requirement governing

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23-00841-22 20221124 88 compensation paid by the political subdivision to employees of 89 the political subdivision. 90 (b) Apply to a collective bargaining agreement negotiated 91 between a political subdivision and the bargaining 92 representative of the employees of the political subdivision. 93 (c) Limit, restrict, or expand a prevailing wage required 94 under state law. 95 (d) Apply if federal law requires the payment of a 96 prevailing or minimum wage to persons working on projects funded 97 in whole or in part by federal funds.

Section 2. This act shall take effect upon becoming a law.