State of South Dakota

SEVENTY-SECOND SESSION LEGISLATIVE ASSEMBLY, 1997

358A0478

HOUSE STATE AFFAIRS COMMITTEE ENGROSSED NO. **HB1065** - 1/30/97

Introduced by: Representatives Hagg, Brosz, Cutler, de Hueck, Derby, Hunt, and Madden and Senators Rounds, Everist, Halverson, and Shoener

- 1 FOR AN ACT ENTITLED, An Act to increase the minimum wage and to declare an emergency.
- 2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:
- 3 Section 1. That § 60-11-3 be amended to read as follows:
- 4 60-11-3. Every employer shall pay to each of his employees employee who has reached the
- 5 age of eighteen years, wages at a rate of not less than four dollars and twenty-five seventy-five
- 6 cents an hour. Violation of this section is a Class 2 misdemeanor.
- 7 The provisions of this section do not apply to babysitters or outside salesmen.
- 8 Section 2. That § 60-11-3 be amended to read as follows:
- 9 60-11-3. Every employer shall pay to each of his employees employee who has reached the
- age of eighteen years, wages at a rate of not less than four five dollars and twenty-five fifteen
- cents an hour. Violation of this section is a Class 2 misdemeanor.
- The provisions of this section do not apply to babysitters or outside salesmen.
- Section 3. That § 60-11-3.1 be amended to read as follows:
- 14 60-11-3.1. Tips or other considerations received by a tipped employee may be credited by the
- employer toward the minimum wage provided in § 60-11-3 up to a maximum of fifty percent of

- 2 - HB 1065

- 1 the required minimum wage. Any employer of a tipped employee shall pay a cash wage of not
- 2 less than two dollars and thirteen cents an hour if the employer claims a tip credit against the
- 3 employer's minimum wage obligation. If an employee's tips combined with the employer's cash
- 4 wage of not less than two dollars and thirteen cents an hour do not equal the minimum hourly
- 5 wage, the employer shall make up the difference as additional wages for each regular pay period
- 6 of the employer.
- A "tipped employee" is one engaged in an occupation in which he the employee customarily
- 8 and regularly receives more than thirty-five dollars a month in tips or other considerations.
- 9 This section does not apply to babysitters or outside salesmen.
- Section 4. The provisions of section 2 of this Act are effective on September 1, 1997.
- 11 Section 5. That § 60-11-4.1 be amended to read as follows:
- 60-11-4.1. Any employee who is eighteen or nineteen years of age may be paid a training an
- opportunity wage as defined in section 6 of the Fair Labor Standards Amendments of 1989 1996
- 14 as of January 1, 1990 October 1, 1996.
- 15 Section 6. Whereas, this Act is necessary for the immediate preservation of the public peace,
- health, or safety, an emergency is hereby declared to exist, and this Act shall be in full force and
- effect from and after April 1, 1997.

- 3 - HB 1065

1 **BILL HISTORY**

- 2 January 22 First read in House and referred to State Affairs. H.J. 80
- 3 January 29 Scheduled for hearing.
- 4 January 29 Passed as amended, AYES 12, NAYS 1. H.J. 192