AN ACT concerning the minimum wage and maximum hours law; amending K.S.A. 44-1203 and repealing the existing section.

Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 44-1203 is hereby amended to read as follows: 44-1203. (a) Except as otherwise provided in the minimum wage and maximum hours law, every employer shall pay to each employee wages at a rate of not less than \$2.65 an hour. as follows: (1) Prior to January 1, 2010, employee wages shall be paid at a rate

of not less than \$2.65 an hour; and

(2) on and after January 1, 2010, employee wages shall be paid at a rate of not less than \$7.25 an hour.

(b) In calculating such minimum wage rate, an employer may include tips and gratuities received by an employee in an amount equal to not more than 40% of the minimum wage rate if such tips and gratuities have eustomarily constituted part of the remuneration of the employee and if the employee concerned actually received and retained such tips and gratuities. The secretary shall require each employer desiring approval of an allowance for gratuities to provide substantial evidence of the amounts of such gratuities on account of which the employer has taken an allowance pursuant to this section. In calculating such minimum wage rate, an employer may include tips and gratuities received by an employee if such tips and gratuities have customarily constituted part of the remuneration of the employee and if the employee concerned actually received and retained such tips and gratuities. For employees receiving tips and gratuities, the employer shall pay a minimum wage of at least \$2.13 an hour. If when combined with the minimum wage rate prescribed in this subsection the amount of the employee's tips and gratuities are:

(1) At least equal to \$7.25 an hour, no further payment is required by the employer; or

(2) less than \$7.25 an hour, the employer must pay the employee the difference between \$7.25 an hour and the actual hourly amount received by the employee determined by combining the amount of tips and gratuities received by the employee with the minimum wage prescribed by this subsection paid by the employer.

(b) (c) The provisions of this section shall not apply to any employers and employees who are covered under the provisions of section 6 of the fair labor standards act of 1938 as amended (29 U.S.C.A. § 206), and as amended by the fair labor standards amendments of 1974 the federal fair labor standards act (29 U.S.C.A. 201 et seq.) and any other acts amendatory thereof or supplemental thereto.

Sec. 2. K.S.A. 44-1203 is hereby repealed.

SENATE BILL No. 160—page 2

Sec. 3. This act shall take effect and be in force from and after its publication in the statute book.

 ${\rm I}$ hereby certify that the above BILL originated in the Senate, and passed that body

SENATE adopted Conference Committee Report _____

President of the Senate.

Secretary of the Senate.

Passed the HOUSE as amended _

HOUSE adopted Conference Committee Report ____

Speaker of the House.

Chief Clerk of the House.

Approved ____

Governor.