#### SENATE BILL 681

# 49TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2009

### INTRODUCED BY

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## AN ACT

RELATING TO THE MINIMUM WAGE; REMOVING EXCEPTIONS TO THE MINIMUM WAGE ACT; REPEALING SECTIONS OF THE MINIMUM WAGE ACT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 50-4-21 NMSA 1978 (being Laws 1955, Chapter 200, Section 2, as amended) is amended to read:

"50-4-21. DEFINITIONS.--As used in the Minimum Wage Act:

- A. "employ" includes suffer or permit to work;
- B. "employer" includes any individual, partnership, association, corporation, business trust, legal representative or any organized group of persons employing one or more employees at any one time, acting directly or indirectly in the interest of an employer in relation to an employee, but shall not include the United States, the state or any political subdivision of the state; provided, however, that for the .176676.1

purposes of	f Subsecti	ion A	of Sect	ion 5	50-4-22 NMS	SA 1978,	
"employer"	includes	the st	tate or	any	political	subdivision	of
the state:	and						

- C. "employee" includes an individual employed by an employer [but shall not include:
- (1) an individual employed in domestic service in or about a private home;
- (2) an individual employed in a bona fide executive, administrative or professional capacity and forepersons, superintendents and supervisors;
- (3) an individual employed by the United States, the state or any political subdivision of the state; provided, however, that for the purposes of Subsection A of Section 50-4-22 NMSA 1978, "employee" includes an individual employed by the state or any political subdivision of the state;

(4) an individual engaged in the activities of an educational, charitable, religious or nonprofit organization where the employer-employee relationship does not, in fact, exist or where the services rendered to such organizations are on a voluntary basis. The employer-employee relationship shall not be deemed to exist with respect to an individual being served for purposes of rehabilitation by a charitable or nonprofit organization, notwithstanding the payment to the individual of a stipend based upon the value of the work .176676.1

performed by the individual;

2	(5) salespersons or employees compensated upon
3	piecework, flat rate schedules or commission basis;
4	(6) students regularly enrolled in primary or
5	secondary schools working after school hours or on vacation;
6	(7) registered apprentices and learners
7	otherwise provided by law;
8	(8) persons eighteen years of age or under who
9	are not students in a primary, secondary, vocational or
10	training school;
11	(9) persons eighteen years of age or under who
12	are not graduates of a secondary school;
13	(10) G.I. bill trainees while under training;
14	(11) seasonal employees of an employer
15	obtaining and holding a valid certificate issued annually by
16	the director of the labor relations division of the workforce
17	solutions department. The certificate shall state the job
18	designations and total number of employees to be exempted. In
19	approving or disapproving an application for a certificate of
20	exemption, the director shall consider the following:
21	(a) whether such employment shall be at
22	an educational, charitable or religious youth camp or retreat;
23	(b) that such employment will be of a
24	temporary nature;
25	<del>(c) that the individual will be</del>
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1	furnished room and board in connection with such employment, or
2	if the camp or retreat is a day camp or retreat, the individual
3	will be furnished board in connection with such employment;
4	(d) the purposes for which the camp or
5	retreat is operated;
6	(e) the job classifications for the
7	<del>positions to be exempted; and</del>
8	(f) any other factors that the director
9	deems necessary to consider;
10	(12) any employee employed in agriculture:
11	(a) if the employee is employed by an
12	employer who did not, during any calendar quarter during the
13	preceding calendar year, use more than five hundred man-days of
14	<del>agricultural labor;</del>
15	(b) if the employee is the parent,
16	spouse, child or other member of the employer's immediate
17	family; for the purpose of this subsection, the employer shall
18	include the principal stockholder of a family corporation;
19	(c) if the employee: 1) is employed as
20	a hand-harvest laborer and is paid on a piece-rate basis in an
21	operation that has been, and is customarily and generally
22	recognized as having been, paid on a piece-rate basis in the
23	region of employment; 2) commutes daily from the employee's
24	permanent residence to the farm on which the employee is so
25	employed; and 3) has been employed in agriculture less than
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thirteen weeks during the preceding calendar year;

employee described in Subparagraph (c) of this paragraph:

1) is sixteen years of age or under and is employed as a hand-harvest laborer, is paid on a piece-rate basis in an operation that has been, and is generally recognized as having been, paid on a piece-rate basis in the region of employment;

2) is employed on the same farm as the employee's parent or person standing in the place of the parent; and 3) is paid at the same piece-rate as employees over age sixteen are paid on the same farm; or

(e) if the employee is principally engaged in the range production of livestock or in milk production;

(13) an employee engaged in the handling, drying, packing, packaging, processing, freezing or canning of any agricultural or horticultural commodity in its unmanufactured state; or

(14) employees of charitable, religious or nonprofit organizations who reside on the premises of group homes operated by such charitable, religious or nonprofit organizations for persons who have a mental, emotional or developmental disability]."

Section 2. Section 50-4-22 NMSA 1978 (being Laws 1955, Chapter 200, Section 3, as amended) is amended to read:
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## "50-4-22. MINIMUM WAGES.--

A. An employer shall pay an employee the minimum wage rate of six dollars fifty cents (\$6.50) an hour. As of January 1, 2009, an employer shall pay the minimum wage rate of seven dollars fifty cents (\$7.50) an hour.

[B. An employer furnishing food, utilities, supplies or housing to an employee who is engaged in agriculture may deduct the reasonable value of such furnished items from any wages due to the employee.

c. An employee who customarily and regularly receives more than thirty dollars (\$30.00) a month in tips shall be paid a minimum hourly wage of two dollars thirteen cents (\$2.13). The employer may consider tips as part of wages, but the tips combined with the employer's cash wage shall not equal less than the minimum wage rate as provided in Subsection A of this section. All tips received by such employees shall be retained by the employee, except that nothing in this section shall prohibit the pooling of tips among employees.

D.] B. An employee shall not be required to work more than forty hours in any week of seven days, unless the employee is paid one and one-half times the employee's regular hourly rate of pay for all hours worked in excess of forty hours. For an employee who is paid a fixed salary for fluctuating hours and who is employed by an employer a majority .176676.1

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of whose business in New Mexico consists of providing
investigative services to the federal government, the hourly
rate may be calculated in accordance with the provisions of the
federal Fair Labor Standards Act of 1938 and the regulations
pursuant to that act; provided that in no case shall the hourly
rate be less than the federal minimum wage."

Section 3. Section 50-4-30 NMSA 1978 (being Laws 1971, Chapter 169, Section 1) is amended to read:

"50-4-30. DAILY MAXIMUM HOURS OF EMPLOYMENT-EXCEPTIONS.--

A. No employee other than a [fireman] firefighter or law enforcement officer [or farm or ranch hand] whose duties require them to work longer hours or employees primarily in a standby position shall be required to work for any employer within the state more than sixteen hours in any one day of twenty-four hours except in emergency situations.

B. Any person violating any of the provisions of this [act] section shall be guilty of a misdemeanor."

Section 4. DELAYED REPEAL.--Sections 50-4-23 and 50-4-24 NMSA 1978 (being Laws 1967, Chapter 242, Section 1 and Laws 1975, Chapter 275, Section 1, as amended) are repealed effective January 1, 2013.

Section 5. EFFECTIVE DATE.--The effective date of Sections 1 through 3 of this act is January 1, 2013.