MISSISSIPPI LEGISLATURE

By: Representatives Baker, Turner, Arnold, To: Judiciary A Willis, Kinkade

HOUSE BILL NO. 1241

1 AN ACT TO PROVIDE THAT THE REGULATION OF THE EMPLOYMENT 2 RELATIONSHIP BETWEEN A NONPUBLIC EMPLOYER AND ITS EMPLOYEES IS A 3 MATTER OF STATE CONCERN AND OUTSIDE THE EXPRESS OR IMPLIED 4 AUTHORITY OF LOCAL GOVERNMENTAL BODIES TO REGULATE, ABSENT EXPRESS 5 DELEGATION OF THAT AUTHORITY TO THE LOCAL GOVERNMENTAL BODY; TO 6 BRING FORWARD SECTION 17-1-51, MISSISSIPPI CODE OF 1972, WHICH PROVIDES THAT NO COUNTY, BOARD OF SUPERVISORS OF A COUNTY, 7 MUNICIPALITY OR GOVERNING AUTHORITY OF A MUNICIPALITY MAY 8 9 ESTABLISH A MANDATORY, MINIMUM LIVING WAGE RATE AND MINIMUM NUMBER 10 OF VACATION OR SICK DAYS, FOR THE PURPOSE OF POSSIBLE AMENDMENT; 11 AND FOR RELATED PURPOSES.

12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 13 SECTION 1. (1) The Legislature finds that regulation of the 14 employment relationship between a nonpublic employer and its 15 employees is a matter of state concern and is outside the express 16 or implied authority of local governmental bodies to regulate, 17 absent express delegation of that authority to the local 18 governmental body. The following words and phrases shall have the meanings 19 (2)

20 as defined in this subsection unless the context clearly indicates 21 otherwise:

H. B. No. 1241 18/HR43/R1650 PAGE 1 (ENK\EW)

22 (a) "Employee" means a person employed in this state by 23 an employer.

24 "Employer" means a person or entity engaging in or (b) intending to engage in a commercial activity, enterprise or 25 26 business in this state, but excludes a local governmental body or 27 an educational institution.

"Local governmental body" means any local 28 (C)29 government or its subdivision, including, but not limited to, a 30 city, village, township, county or educational institution; a 31 local public authority, agency, board, commission or other local 32 governmental, quasi-governmental, or quasi-public body; or a public body that acts or purports to act in a commercial, 33 34 business, economic development or similar capacity for a local 35 government or its subdivision.

"Ordinance, local policy or local resolution" does 36 (d) 37 not include the terms of an agreement voluntarily offered to a 38 local governmental body by an owner, purchaser or developer of 39 property.

40 A local governmental body shall not adopt, enforce or (3) 41 administer an ordinance, local policy or local resolution 42 regulating work stoppage or strike activity of employers and their 43 employees or the means by which employees may organize.

A local governmental body shall not adopt, enforce or 44 (4) administer an ordinance, local policy or local resolution 45

~ OFFICIAL ~ H. B. No. 1241 18/HR43/R1650 PAGE 2 (ENK\EW)

46 requiring an employer to provide to an employee paid or unpaid 47 leave time.

48 (5) A local governmental body shall not adopt, enforce or 49 administer an ordinance, local policy or local resolution 50 regulating hours and scheduling that an employer is required to 51 provide to employees. This subsection (5) does not prohibit an 52 ordinance, local policy or local resolution that limits the hours 53 a business may operate.

(6) A local governmental body shall not adopt, enforce or
administer an ordinance, local policy or local resolution
requiring an employer to provide to an employee any specific
fringe benefit or any other benefit for which the employer would
incur an expense.

59 (7) A local governmental body shall not adopt, enforce or
60 administer an ordinance, local policy or local resolution
61 regulating or creating administrative or judicial remedies for
62 wage, hour or benefit disputes.

(8) If any parts of this act are found to be in conflict
with the Mississippi Constitution, the United States Constitution,
or federal law, this act shall be implemented to the maximum
extent that the Mississippi Constitution, the United States
Constitution, or federal law permit. Any provision held invalid
or inoperative is severable from the remaining portions of this
section.

H. B. No. 1241 18/HR43/R1650 PAGE 3 (ENK\EW) (9) This section does not prohibit a local governmental body
from adopting or enforcing an ordinance, policy or resolution
prohibiting employment discrimination.

73 This section does not prohibit a local governmental (10)74 body from adopting, enforcing or administering an ordinance, local 75 policy or local resolution that provides for the terms and 76 conditions of a voluntary agreement between an employer and the 77 local governmental body in connection with the provision of 78 services directly related to the local governmental body or in 79 connection with the receipt of a grant, tax abatement or tax 80 credit from the local governmental body.

81 SECTION 2. Section 17-1-51, Mississippi Code of 1972, is 82 brought forward as follows:

83 No county, board of supervisors of a county, 17 - 1 - 51. (1) municipality or governing authority of a municipality is 84 85 authorized to establish a mandatory, minimum living wage rate, 86 minimum number of vacation or sick days, whether paid or unpaid, 87 that would regulate how a private employer pays its employees. 88 Each county, board of supervisors of a county, municipality or 89 governing authority of a municipality shall be prohibited from 90 establishing a mandatory, minimum living wage rate, minimum number 91 of vacation or sick days, whether paid or unpaid, that would 92 regulate how a private employer pays its employees.

93 (2) The Legislature finds that the prohibitions of
94 subsection (1) of this section are necessary to ensure an economic

H. B. No. 1241 **~ OFFICIAL ~** 18/HR43/R1650 PAGE 4 (ENK\EW)

95 climate conducive to new business development and job growth in 96 the State of Mississippi. We believe that inconsistent 97 application of wage and benefit laws from city to city or county to county must be avoided. While not suggesting a state minimum 98 99 wage or minimum benefit package, any debate and subsequent action 100 on these matters should be assigned to the Mississippi Legislature 101 as provided in Section 25-3-40, and not local counties or 102 municipalities.

103 The Legislature further finds that wages and employee (3) 104 benefits comprise the most significant expense of operating a 105 business. It also recognizes that neither potential employees or 106 business patrons are likely to restrict themselves to employment 107 opportunities or goods and services in any particular county or 108 municipality. Consequently, local variations in legally required 109 minimum wage rates or mandatory minimum number of vacation or sick 110 leave days would threaten many businesses with a loss of employees 111 to local governments which require a higher minimum wage rate and many other businesses with the loss of patrons to areas which 112 113 allow for a lower wage rate and more or less vacation or sick 114 days. The net effect of this situation would be detrimental to 115 the business environment of the state and to the citizens, 116 businesses and governments of the local jurisdictions as well as 117 the local labor markets.

118 (4) The Legislature concludes from these findings that, in 119 order for a business to remain competitive and yet attract and

H. B. No. 1241 **~ OFFICIAL ~** 18/HR43/R1650 PAGE 5 (ENK\EW) 120 retain the highest possible caliber of employees, and thereby 121 remain sound, an enterprise must work in a uniform environment 122 with respect to minimum wage rates, and mandatory minimum number 123 of vacation or sick leave days. The net impact of local 124 variations in mandated wages and mandatory minimum number of 125 vacation or sick leave days would be economically unstable and 126 create a decline and decrease in the standard of living for the 127 citizens of the state. Consequently, decisions regarding minimum 128 wage, living wage and other employee benefit policies must be made 129 by the state as provided in Section 25-3-40, so that consistency 130 in the wage market is preserved.

131 SECTION 3. This act shall take effect and be in force from 132 and after June 30, 2018.