

132nd MAINE LEGISLATURE

FIRST REGULAR SESSION-2025

Legislative Document

No. 206

S.P. 93

In Senate, January 14, 2025

An Act to Protect Maine Businesses by Eliminating the Automatic Cost-of-living Adjustment to the Minimum Hourly Wage

Reference to the Committee on Labor suggested and ordered printed.

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DAREK M. GRANT Secretary of the Senate

Presented by Senator TIMBERLAKE of Androscoggin. Cosponsored by Representative MORRIS of Turner and Senators: LIBBY of Cumberland, STEWART of Aroostook, Representatives: FAULKINGHAM of Winter Harbor, LYMAN of Livermore Falls.

1 Be it enacted by the People of the State of Maine as follows: Sec. 1. 20-A MRSA §4016, sub-§2, as enacted by PL 2023, c. 643, Pt. G, §1, is 2 3 amended to read: 4 2. Minimum hourly wage. Except as provided in subsection 3, for For the school 5 year starting after June 30, 2025 and for each subsequent school year, the minimum hourly wage for educational technicians is equal to 125% of the minimum hourly wage established 6 7 in Title 26, section 664, subsection 1 and the minimum hourly wage for other school 8 support staff is equal to 115% of the minimum hourly wage established in Title 26, section 9 664, subsection 1. 10 Sec. 2. 20-A MRSA §4016, sub-§3, as enacted by PL 2023, c. 643, Pt. G, §1, is 11 repealed. 12 Sec. 3. 20-A MRSA §15677, sub-§2, ¶C, as enacted by PL 2023, c. 643, Pt. G, 13 §3, is amended to read: 14 C. For fiscal year 2025-26 and for each subsequent fiscal year, the commissioner shall 15 update the previous year's salary matrix to reflect appropriate trends in the Consumer 16 Price Index or other comparable index and to reflect any increase in the minimum 17 hourly wage of educational technicians and other school support staff in accordance with section 4016, subsection 3. 18 19 Sec. 4. 26 MRSA §664, sub-§1, as amended by IB 2015, c. 2, §1, is further 20 amended to read: 1. Minimum wage. The minimum hourly wage is \$7.50 \$14.65 per hour. Starting 21 22 January 1, 2017, the minimum hourly wage is \$9.00 per hour; starting January 1, 2018, the 23 minimum hourly wage is \$10.00 per hour; starting January 1, 2019, the minimum hourly 24 wage is \$11.00 per hour; and starting January 1, 2020, the minimum hourly wage is \$12.00 25 per hour. On January 1, 2021 and each January 1st thereafter, the minimum hourly wage 26 then in effect must be increased by the increase, if any, in the cost of living. The increase 27 in the cost of living must be measured by the percentage increase, if any, as of August of the previous year over the level as of August of the year preceding that year in the 28 29 Consumer Price Index for Urban Wage Earners and Clerical Workers, CPI-W, for the 30 Northeast Region, or its successor index, as published by the United States Department of 31 Labor, Bureau of Labor Statistics or its successor agency, with the amount of the minimum 32 wage increase rounded to the nearest multiple of 5¢. If the highest federal minimum wage 33 is increased in excess of the minimum wage in effect under this section, the minimum wage 34 under this section is increased to the same amount, effective on the same date as the 35 increase in the federal minimum wage, and must be increased in accordance with this 36 section thereafter. 37 Sec. 5. 36 MRSA §5217-E, sub-§1, ¶E, as enacted by PL 2021, c. 635, Pt. H, §15, 38 is amended by amending subparagraph (3) to read: 39 (3) During the taxable year had earned income of at least the state minimum wage, as set out in Title 26, section 664, subsection 1, as adjusted for cost-of-living 40 increases, as determined on January 1st of the taxable year, multiplied by 936 41 hours. The assessor may adopt rules reducing this amount if a portion of the 42 43 taxable year falls within a disaster period. Rules adopted pursuant to this

| 1 | subparagraph are routine technical rules pursuant to Title 5, chapter 375, |
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| 2 | subchapter 2-A. |
| 3 | SUMMARY |
| 4 | This bill sets the minimum hourly wage at \$14.65 and removes the annual cost-of- |
| 5 | living adjustment. The minimum hourly wage as of January 1, 2025 pursuant to Initiated |
| 6 | Bill 2015, chapter 2 is \$14.65 per hour due to inflation adjustments. The bill also removes |
| 7 | cross-references to the annual cost-of-living adjustment. |