..... (Original Signature of Member)

119TH CONGRESS 1ST SESSION



To provide for increases in the Federal minimum wage, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

Mr. SCOTT of Virginia introduced the following bill; which was referred to the Committee on \_\_\_\_\_

# A BILL

To provide for increases in the Federal minimum wage, and for other purposes.

1 Be it enacted by the Senate and House of Representa-

2 tives of the United States of America in Congress assembled,

### **3 SECTION 1. SHORT TITLE.**

4 This Act may be cited as the "Raise the Wage Act5 of 2025".

## 6 SEC. 2. MINIMUM WAGE INCREASES.

- 7 (a) IN GENERAL.—Section 6(a)(1) of the Fair Labor
- 8 Standards Act of 1938 (29 U.S.C. 206(a)(1)) is amended

9 to read as follows:

1	"(1) except as otherwise provided in this sec-
2	tion, not less than—
3	"(A) \$9.50 an hour, beginning on the ef-
4	fective date under section 7 of the Raise the
5	Wage Act of 2025;
6	"(B) \$11.00 an hour, beginning 1 year
7	after such effective date;
8	"(C) $$12.50$ an hour, beginning 2 years
9	after such effective date;
10	"(D) \$14.00 an hour, beginning 3 years
11	after such effective date;
12	"(E) $$15.50$ an hour, beginning 4 years
13	after such effective date;
14	"(F) $$17.00$ an hour, beginning 5 years
15	after such effective date; and
16	"(G) beginning on the date that is 6 years
17	after such effective date, and annually there-
18	after, the amount determined by the Secretary
19	under subsection (h);".
20	(b) Determination Based on Increase in the
21	MEDIAN HOURLY WAGE OF ALL EMPLOYEES.—Section
22	6 of the Fair Labor Standards Act of 1938 (29 U.S.C.
23	206) is amended by adding at the end the following:
24	"(h)(1) Not later than each date that is 90 days be-
25	fore a new minimum wage determined under subsection

1 (a)(1)(G) is to take effect, the Secretary shall determine
2 the minimum wage to be in effect under this subsection
3 for each period described in subsection (a)(1)(G). The
4 wage determined under this subsection for a year shall
5 be—

6 "(A) not less than the amount in effect under
7 subsection (a)(1) on the date of such determination;
8 "(B) increased from such amount by the annual
9 percentage increase, if any, in the median hourly
10 wage of all employees as determined by the Bureau
11 of Labor Statistics; and

"(C) rounded up to the nearest multiple of
\$0.05, if the amount after applying subparagraphs
(A) and (B) is not a multiple of \$0.05.

15 "(2) In calculating the annual percentage increase in the median hourly wage of all employees for purposes of 16 17 paragraph (1)(B), the Secretary, through the Bureau of 18 Labor Statistics, shall compile data on the hourly wages 19 of all employees to determine such a median hourly wage and compare such median hourly wage for the most recent 20 21 year for which data are available with the median hourly 22 wage determined for the preceding year.".

#### 23 SEC. 3. TIPPED EMPLOYEES.

24 (a) BASE MINIMUM WAGE FOR TIPPED EMPLOYEES
25 AND TIPS RETAINED BY EMPLOYEES.—Section

1	3(m)(2)(A)(i) of the Fair Labor Standards Act of 1938
2	(29  U.S.C.  203(m)(2)(A)(i)) is amended to read as fol-
3	lows:
4	"(i) the cash wage paid such employee, which
5	for purposes of such determination shall be not less
6	than—
7	"(I) for the 1-year period beginning on the
8	effective date under section 7 of the Raise the
9	Wage Act of 2025, \$6.00 an hour;
10	((II) \$8.00 an hour, beginning 1 year
11	after such effective date;
12	"(III) $10.00$ an hour, beginning 2 years
13	after such effective date;
14	((IV) \$12.00 an hour, beginning 3 years
15	after such effective date;
16	"(V) \$13.50 an hour, beginning 4 years
17	after such effective date;
18	(VI) \$15.00 an hour, beginning 5 years
19	after such effective date;
20	"(VII) \$17.00 an hour, beginning 6 years
21	after such effective date; and
22	"(VIII) for each succeeding 1-year period
23	after the increase made pursuant to subclause
24	(VII), the minimum wage in effect under sec-
25	tion $6(a)(1)$ ; and".

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(b) TIPS RETAINED BY EMPLOYEES.—Section
 3(m)(2)(A) of the Fair Labor Standards Act of 1938 (29)
 U.S.C. 203(m)(2)(A)) is amended—

4 (1) in the second sentence of the matter fol5 lowing clause (ii), by striking "of this subsection,
6 and all tips received by such employee have been re7 tained by the employee" and inserting "of this sub8 section. Any employee shall have the right to retain
9 any tips received by such employee"; and

(2) by adding at the end the following: "An employer shall inform each employee of the right and
exception provided under the preceding sentence.".

13 (c) Scheduled Repeal of Separate Minimum
14 Wage for Tipped Employees.—

15 (1) TIPPED EMPLOYEES.—Section 3(m)(2)(A)16 of the Fair Labor Standards Act of 1938 (29 U.S.C. 17 203(m)(2)(A), as amended by subsections (a) and 18 (b), is further amended by striking the sentence be-19 ginning with "In determining the wage an employer 20 is required to pay a tipped employee," and all that 21 follows through "of this subsection." and inserting 22 "The wage required to be paid to a tipped employee 23 shall be the wage set forth in section 6(a)(1).".

24 (2) PUBLICATION OF NOTICE.—Subsection (i)
25 of section 6 of the Fair Labor Standards Act of

1	1938 (29 U.S.C. 206), as added by section 5 and
2	amended by section $6(b)(1)$ , is further amended by
3	striking "or in accordance with subclause (II) or
4	(III) of section 3(m)(2)(A)(i),".
5	(3) EFFECTIVE DATE.—The amendments made
6	by paragraphs (1) and (2) shall take effect on the
7	date that is 1 day after the date on which the hourly
8	wage under subclause (VIII) of section $3(m)(2)(A)(i)$
9	of the Fair Labor Standards Act of 1938 (29 U.S.C.
10	203(m)(2)(A)(i)), as amended by subsection (a),
11	takes effect.
12	(d) PENALTIES.—Section 16 of the Fair Labor
13	Standards Act of 1938 (29 U.S.C. 216) is amended—
14	(1) in the third sentence of subsection (b), by
15	inserting "or used" after "kept"; and
16	(2) in the second sentence of subsection $(e)(2)$ ,
17	by inserting "or used" after "kept".
18	SEC. 4. NEWLY HIRED EMPLOYEES WHO ARE LESS THAN 20
19	YEARS OLD.
20	
	(a) Base Minimum Wage for Newly Hired Em-
21	(a) BASE MINIMUM WAGE FOR NEWLY HIRED EM- PLOYEES WHO ARE LESS THAN 20 YEARS OLD.—Section
21 22	
22	PLOYEES WHO ARE LESS THAN 20 YEARS OLD.—Section
22 23	PLOYEES WHO ARE LESS THAN 20 YEARS OLD.—Section 6(g)(1) of the Fair Labor Standards Act of 1938 (29

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1	"(A) for the 1-year period beginning on the ef-
2	fective date under section 7 of the Raise the Wage
3	Act of 2025, \$6.00 an hour;
4	"(B) for each succeeding 1-year period until the
5	hourly wage under this paragraph equals the wage
6	in effect under section $6(a)(1)$ for such period, an
7	hourly wage equal to the amount determined under
8	this paragraph for the preceding year, increased by
9	the lesser of—
10	"(i) \$1.75; or
11	"(ii) the amount necessary for the wage in
12	effect under this paragraph to equal the wage
13	in effect under section $6(a)(1)$ for such period;
14	and
15	"(C) for each succeeding 1-year period after the
16	increase made pursuant to subparagraph (B)(ii), the
17	minimum wage in effect under section $6(a)(1)$ .".
18	(b) Scheduled Repeal of Separate Minimum
19	WAGE FOR NEWLY HIRED EMPLOYEES WHO ARE LESS
20	Than 20 Years Old.—
21	(1) IN GENERAL.—Section 6(g) of the Fair
22	Labor Standards Act of 1938 (29 U.S.C. 206(g)), as
23	amended by subsection (a), shall be repealed.
24	(2) Publication of notice.—Subsection (i)
25	of section 6 of the Fair Labor Standards Act of

1938 (29 U.S.C. 206), as added by section 5 and
 amended by sections 6(b)(1) and 3(c)(2), is further
 amended by striking "or subparagraph (B) or (C) of
 subsection (g)(1)".

5 (3) EFFECTIVE DATE.—The repeal and amend-6 ment made by paragraphs (1) and (2), respectively, 7 shall take effect on the date that is 1 day after the 8 date on which the hourly wage under subparagraph 9 (C) of section 6(g)(1) of the Fair Labor Standards 10 Act of 1938 (29 U.S.C. 206(g)(1)), as amended by 11 subsection (a), takes effect.

#### 12 SEC. 5. PUBLICATION OF NOTICE.

13 Section 6 of the Fair Labor Standards Act of 1938
14 (29 U.S.C. 206), as amended by section 2(b), is further
15 amended by adding at the end the following:

16 "(i) Not later than 60 days prior to the effective date 17 of any increase in the required wage determined under 18 subsection (a)(1) or subparagraph (B) or (C) of subsection 19 (g)(1), or in accordance with subclause (II) or (III) of sec-20 tion 3(m)(2)(A)(i) or section 14(c)(1)(A), the Secretary 21 shall publish in the Federal Register and on the website 22 of the Department of Labor a notice announcing each in-23 crease in such required wage.".

1	5 SEC. 6. PROMOTING ECONOMIC SELF-SUFFICIENCY FOR IN-
2	DIVIDUALS WITH DISABILITIES.
3	(a) WAGES.—
4	(1) TRANSITION TO FAIR WAGES FOR INDIVID-
5	UALS WITH DISABILITIES.—Subparagraph (A) of
6	section $14(c)(1)$ of the Fair Labor Standards Act of
7	1938 (29 U.S.C. $214(c)(1)$ ) is amended to read as
8	follows:
9	"(A) at a rate that equals or exceeds, for each
10	year, the greater of—
11	"(i)(I) $$5.00$ an hour, beginning on the ef-
12	fective date under section 7 of the Raise the
13	Wage Act of 2025;
14	"(II) $$7.50$ an hour, beginning 1 year
15	after such effective date;
16	"(III) $10.00$ an hour, beginning 2 years
17	after such effective date;
18	"(IV) $$12.50$ an hour, beginning 3 years
19	after such effective date;
20	"(V) $$15.50$ an hour, beginning 4 years
21	after such effective date; and
22	"(VI) the wage rate in effect under section
23	6(a)(1), beginning 5 years after such effective
24	date; or
25	"(ii) if applicable, the wage rate in effect
26	on the day before the date of enactment of the

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1	Raise the Wage Act of 2025 for the employ-
2	ment, under a special certificate issued under
3	this paragraph, of the individual for whom the
4	wage rate is being determined under this sub-
5	paragraph,".
6	(2) Prohibition on New Special Certifi-
7	CATES; TRANSITION ASSISTANCE.—
8	(A) IN GENERAL.—Section 14(c) of the
9	Fair Labor Standards Act of 1938 (29 U.S.C.
10	214(c)) is amended by adding at the end the
11	following:
12	"(6) Prohibition on New Special Certifi-
13	CATES.—Notwithstanding paragraph (1), the Sec-
14	retary shall not issue a special certificate under this
15	subsection to an employer that was not issued a spe-
16	cial certificate under this subsection before the date
17	of enactment of the Raise the Wage Act of 2025.
18	"(7) Transition Assistance.—Upon request,
19	the Secretary shall provide—
20	"(A) technical assistance and information
21	to employers issued a special certificate under
22	this subsection for the purposes of—
23	"(i) assisting such employers to com-
24	ply with this subsection, as amended by
25	the Raise the Wage Act of 2025; and

1	"(ii) ensuring continuing employment
2	opportunities for individuals with disabil-
3	ities receiving a special minimum wage
4	rate under this subsection; and
5	"(B) information to individuals employed
6	at a special minimum wage rate under this sub-
7	section, which may include referrals to Federal
8	or State entities with expertise in competitive
9	integrated employment.".
10	(B) EFFECTIVE DATE.—The amendments
11	made by this paragraph shall take effect on the
12	date of enactment of this Act.
13	(3) SUNSET.—Section 14(c) of the Fair Labor
14	Standards Act of 1938 (29 U.S.C. 214(c)), as
15	amended by paragraph (2), is further amended by
16	adding at the end the following:
17	"(8) SUNSET.—Beginning on the day after the
18	date on which the wage rate described in paragraph
19	(1)(A)(i)(VI) takes effect, the authority to issue spe-
20	cial certificates under paragraph (1) shall expire,
21	and no special certificates issued under paragraph
22	(1) shall have any legal effect.".
23	(b) Publication of Notice.—
24	(1) Amendment.—Subsection (i) of section 6
25	of the Fair Labor Standards Act of 1938 (29 U.S.C.

206), as added by section 5, is amended by striking
 "or section 14(c)(1)(A)".

3 (2) EFFECTIVE DATE.—The amendment made
4 by paragraph (1) shall take effect on the day after
5 the date on which the wage rate described in para6 graph (1)(A)(i)(VI) of section 14(c) of the Fair
7 Labor Standards Act of 1938 (29 U.S.C. 214(c)), as
8 amended by subsection (a)(1), takes effect.

### 9 SEC. 7. GENERAL EFFECTIVE DATE.

Except as otherwise provided in this Act, this Act and
the amendments made by this Act shall take effect on the
first day of the third month that begins after the date
of the enactment of this Act.