K3 3lr2189

By: Senator Getty

Introduced and read first time: February 1, 2013

Assigned to: Finance

## A BILL ENTITLED

| 4 | A 7 T |     | •          |
|---|-------|-----|------------|
| 1 | AN    | ACT | concerning |

## Tipped Employees – Payments or Deduction from Wages – Prohibition

- FOR the purpose of prohibiting certain employers from requiring a tipped employee to reimburse or pay the employer certain amounts under certain circumstances; prohibiting certain employers from deducting certain amounts from a tipped employee under certain circumstances; defining a certain term; and generally relating to tipped employees and unpaid customer charges.
- 8 BY adding to

2

- 9 Article Labor and Employment
- 10 Section 3–713
- 11 Annotated Code of Maryland
- 12 (2008 Replacement Volume and 2012 Supplement)
- 13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 14 MARYLAND, That the Laws of Maryland read as follows:

## Article - Labor and Employment

16 **3–713.** 

15

- 17 (A) IN THIS SECTION, "TIPPED EMPLOYEE" MEANS AN EMPLOYEE WHO
  18 IS ENGAGED IN AN OCCUPATION IN WHICH THE EMPLOYEE CUSTOMARILY AND
- 19 REGULARLY RECEIVES MORE THAN \$30 EACH MONTH IN TIPS OR GRATUITIES.
- 20 (B) (1) AN EMPLOYER MAY NOT REQUIRE A TIPPED EMPLOYEE TO 21 REIMBURSE THE EMPLOYER OR PAY TO THE EMPLOYER AN AMOUNT 22 EQUIVALENT TO A CUSTOMER'S CHARGE FOR FOOD OR BEVERAGES IF THE
- 23 CUSTOMER LEAVES THE EMPLOYER'S PLACE OF BUSINESS WITHOUT PAYING
- 24 THE CHARGE FOR FOOD OR BEVERAGES.



| 1 | (2) SUBJECT TO § 3–503 OF THIS TITLE, AN EMPLOYER MAY NOT        |
|---|--|
| 2 | MAKE A DEDUCTION FROM THE WAGE OF A TIPPED EMPLOYEE TO REIMBURSE |
| 3 | THE EMPLOYER FOR AN AMOUNT EQUIVALENT TO A CUSTOMER'S CHARGE FOR |
| 4 | FOOD OR BEVERAGES IF THE CUSTOMER LEAVES THE EMPLOYER'S PLACE OF |
| 5 | BUSINESS WITHOUT PAYING THE CHARGE FOR FOOD OR BEVERAGES.        |

6 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 7 October 1, 2013.