ARTICLE III. MINIMUM WAGE

Section 14-60. SHORT TITLE.

This ordinance may be cited as "The City of Las Cruces' Minimum Wage Ordinance."

Section 14-61. DEFINITIONS.

For the purposes of this ordinance, the following definitions shall apply:

City shall mean the City of Las Cruces.

Employ includes to suffer or permit to work.

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 interests of an employer in relation to an employee and shall include the City, businesses having contracts with the City in excess of \$30,000 which provide services to or on behalf of the City, and businesses which are required to have a City issued business license, but does not include any other governmental entities.

Employee shall include any individual who is employed by an employer within the City (including a former employee where appropriate) but shall not include:

- (A) an individual employed in a bona fide executive, administrative or professional capacity and forepersons, superintendents and supervisors;
- (B) 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 performed by the individual;

- (C) students regularly enrolled in primary or secondary schools working after school hours or on vacation;
 - (D) registered apprentices and learners otherwise provided by law;
- (E) persons eighteen years of age or under who are not students in a primary, secondary, vocational or training school;
- (F) persons eighteen years of age or under who are not graduates of a secondary school;
 - (G) G.1. bill trainees while under training.

Minimum Wage shall mean the minimum hourly rates of monetary compensation for work as specified in this ordinance.

Tipped employee means an employee who customarily and regularly receives more than thirty dollars (\$30) per week in tips. Only those tips actually retained and reported as income for Federal Insurance Contributions Act (FICA) purposes by the employee shall be considered tips received by the employee. Tips resulting from Tip Pooling as defined in this section shall be considered as tips received by the employee. Nothing in this ordinance shall be construed to prohibit tip pooling among tipped employees.

Tipped minimum wage means the cash wage that a tipped employee must receive from their employer, as provided in Section 3.

Tip pooling means a written procedure which each tipped employee has read and signed, which sets out the method for sharing tips among tipped employees. The procedure must prohibit tips to be shared with the employer or any employee who is not a tipped employee.

Section 14-62. MINIMUM WAGE PAYMENT REQUIREMENTS.

- (a) All employers shall pay all employees no less than the minimum wage, and shall pay tipped employees no less than the tipped minimum wage, for each hour worked within the municipal limits of the City, as provided in this section.
- (b) Beginning on January 1, 2015, the minimum wage shall be an hourly rate of \$8.40 an hour; beginning on January 1, 2017 the minimum wage shall be an hourly rate of \$9.20 an hour; and beginning on January 1, 2019 the minimum wage shall be an hourly rate of \$10.10 an hour.
- (c) Beginning January 1, 2018 and on January 1 of each year thereafter, the minimum wage provided for under this ordinance shall be adjusted by the increase, if any, in the cost of living. The increase in the cost of living shall be calculated based on the percentage increase, if any, as of August of the immediately preceding year over the level as measured by August of the previous year of the Consumer Price Index (All Urban Wage Earners and Clerical Workers, U.S. City Average for All Items) for the West Region or its successor index as published by the U.S. Department of Labor or its successor agency, with the amount of the minimum wage increase, if any, rounded up to the nearest five cents. The City or its designee shall publish the adjusted minimum wage rate for the forthcoming year on its internet home page by October 15 of each year, and it shall become effective on January 1 of the forthcoming year. The minimum wage shall not be reduced if the Consumer Price Index has decreased during any applicable year.
- (d) A tipped employee shall be paid no less than the following tipped minimum wage: beginning January 1, 2015, 40% of the minimum wage required in subsection (b) as of that date.

- (e) An employee shall not be required to work more than forty hours in any week of seven days unless the employee is paid the higher of one and one half times the employee's regular hourly rate of payor one and one half times the minimum wage as provided in subsection (b), for all hours worked in excess of forty hours. Tipped employees shall be paid the higher of their average hourly wage, including tips, for the previous forty hours worked, or one and one half times the minimum wage as provided in subsection (b).
- (f) The City Council will meet on or before July 1, 2015, July 1, 2016 and July1, 2018 to determine if there should be any change in the minimum wage.

Section 14-63. NOTICE, POSTING AND RECORDS.

- (a) Notice to Employees. Every employer shall post in a conspicuous place at any workplace or job site where any employee works a notice published each year by the City or its designee informing employees of the current minimum wage rate and of their rights under this ordinance. Every employer shall post such notices in English and Spanish.
- (b) Records. Employers shall maintain payroll records showing the hours worked daily by and the hourly wages paid to all employees, including tips. Employers shall retain such records for a period of not less than three years, and shall allow the City or its designee access to such records, with appropriate notice and at a mutually agreeable time, to monitor compliance with the requirements of this ordinance. Where an employer does not maintain or retain adequate records documented wages paid or does not allow the City or its designee reasonable access to such records, it shall be presumed that the employer paid no more than the applicable federal, state, or City minimum wage, absent

clear and convincing evidence otherwise.

Section 14-64. IMPLEMENTATION AND ENFORCEMENT

- (a) It shall be a public nuisance for employers to violate this ordinance by: paying their employees below the minimum wage as specified in Section 14-62.
- (b) To abate the public nuisance specified in paragraph (a), any employee receiving less than the minimum wage is entitled under this Ordinance to bring a civil action in the Third Judicial District Court, County of Dona Ana, State of New Mexico pursuant to § 30-30-8, NMSA 1978. Upon prevailing, any employee shall recover unpaid wages and interest thereon, reasonable attorney's fees, and costs.

Nonexclusive Remedies and Penalties. The remedies provided in this section are not exclusive, and nothing in this ordinance shall preclude any person from seeking any other remedies, penalties, or relief provided by law.

Section 14-65. EFFECT.

This ordinance provides for payment of a minimum wage rate and shall not be construed to preempt or otherwise limit or affect the applicability of any other law, regulation, requirement, policy or standard that provides for payment of higher or supplemental wages, benefits or protections. Nothing contained in this ordinance prohibits an employer from paying more than the minimum wage rate established under this ordinance.

Section 14-66. SEVERABILITY.

The requirements and provisions of this ordinance and their parts, subparts and clauses are severable. In the event that any section, paragraph, sentence, clause, word or phrase of this ordinance, or any requirement imposed pursuant to it, or the application

thereof to any person or circumstance, is for any reason held to be invalid or unenforceable by any court of competent jurisdiction, such decision shall not affect the validity of the remaining provisions of this ordinance, or their application to other persons or circumstances.