



April 6, 2007

**ENGROSSED  
HOUSE BILL No. 1027**

DIGEST OF HB 1027 (Updated April 4, 2007 12:27 pm - DI 102)

**Citations Affected:** IC 22-2; noncode.

**Synopsis:** Minimum wage. Ties the amount of Indiana's minimum hourly wage to the federal minimum wage. Increases from \$800 to \$6,000 the amount of the maximum wage claim for which the commissioner of the department of labor may take an assignment.

**Effective:** July 1, 2007.

**Day, Micon, Hoy**

(SENATE SPONSORS — BRAY, BECKER, LANANE, ROGERS,  
ERRINGTON)

January 8, 2007, read first time and referred to Committee on Labor and Employment.  
January 23, 2007, amended, reported — Do Pass. Recommitted to Committee on Ways & Means.

January 25, 2007, minority report failed. Yeas 48, nays 51.

January 25, 2007, amended, reported — Do Pass.

January 29, 2007, read second time, amended, ordered engrossed.

January 30, 2007, engrossed. Read third time, passed. Yeas 71, nays 29.

**SENATE ACTION**

February 19, 2007, read first time and referred to Committee on Pensions and Labor.

April 5, 2007, amended, reported favorably — Do Pass.

**C  
o  
p  
y**



April 6, 2007

First Regular Session 115th General Assembly (2007)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2006 Regular Session of the General Assembly.

C  
O  
P  
Y

## ENGROSSED HOUSE BILL No. 1027

A BILL FOR AN ACT to amend the Indiana Code concerning economic matters.

*Be it enacted by the General Assembly of the State of Indiana:*

1 SECTION 1. IC 22-2-2-4 IS AMENDED TO READ AS FOLLOWS  
2 [EFFECTIVE JULY 1, 2007]: Sec. 4. (a) Every employer employing  
3 four (4) or more employees during a work week shall:  
4 (1) in any work week beginning on or after July 1, 1968, in which  
5 ~~he~~ **the employer** is subject to the provisions of this chapter, pay  
6 each of ~~his~~ **the employer's** employees wages of not less than one  
7 dollar and twenty-five cents (\$1.25) per hour;  
8 (2) in any work week beginning on or after July 1, 1977, in which  
9 ~~he~~ **the employer** is subject to this chapter, pay each of ~~his~~ **the**  
10 **employer's** employees wages of not less than one dollar and fifty  
11 cents (\$1.50) per hour;  
12 (3) in any work week beginning on or after January 1, 1978, in  
13 which ~~he~~ **the employer** is subject to this chapter, pay each of ~~his~~ **the**  
14 **employer's** employees wages of not less than one dollar and  
15 seventy-five cents (\$1.75) per hour; and  
16 (4) in any work week beginning on or after January 1, 1979, in  
17 which ~~he~~ **the employer** is subject to this chapter, pay each of ~~his~~ **the**

EH 1027—LS 6024/DI 102+



1           **the employer's** employees wages of not less than two dollars (\$2)  
2           per hour.

3           (b) Except as provided in subsection (c), every employer employing  
4           at least two (2) employees during a work week shall, in any work week  
5           in which the employer is subject to this chapter, pay each of the  
6           employees in any work week beginning on and after July 1, 1990, and  
7           before October 1, 1998, wages of not less than three dollars and  
8           thirty-five cents (\$3.35) per hour.

9           (c) An employer subject to subsection (b) is permitted to apply a "tip  
10          credit" in determining the amount of cash wage paid to tipped  
11          employees. In determining the wage an employer is required to pay a  
12          tipped employee, the amount paid the employee by the employee's  
13          employer shall be an amount equal to:

14               (1) the cash wage paid the employee, which for purposes of the  
15               determination shall be not less than the cash wage required to be  
16               paid to employees covered under the federal Fair Labor Standards  
17               Act of 1938, as amended (29 U.S.C. 203(m)(1)) on August 20,  
18               1996, which amount is two dollars and thirteen cents (\$2.13) an  
19               hour; and

20               (2) an additional amount on account of the tips received by the  
21               employee, which amount is equal to the difference between the  
22               wage specified in subdivision (1) and the wage in effect under  
23               subsections (b), (f), ~~and~~ (g), **and (h).**

24          An employer is responsible for supporting the amount of tip credit  
25          taken through reported tips by the employees.

26          (d) No employer having employees subject to any provisions of this  
27          section shall discriminate, within any establishment in which  
28          employees are employed, between employees on the basis of sex by  
29          paying to employees in such establishment a rate less than the rate at  
30          which ~~he~~ **the employer** pays wages to employees of the opposite sex  
31          in such establishment for equal work on jobs the performance of which  
32          requires equal skill, effort, and responsibility, and which are performed  
33          under similar working conditions, except where such payment is made  
34          pursuant to:

- 35               (1) a seniority system;
- 36               (2) a merit system;
- 37               (3) a system which measures earnings by quantity or quality of  
38               production; or
- 39               (4) a differential based on any other factor other than sex.

40          (e) An employer who is paying a wage rate differential in violation  
41          of subsection (d) shall not, in order to comply with subsection (d),  
42          reduce the wage rate of any employee, and no labor organization, or its

C  
o  
p  
y



1 agents, representing employees of an employer having employees  
2 subject to subsection (d) shall cause or attempt to cause such an  
3 employer to discriminate against an employee in violation of  
4 subsection (d).

5 (f) Except as provided in subsection (c), every employer employing  
6 at least two (2) employees during a work week shall, in any work week  
7 in which the employer is subject to this chapter, pay each of the  
8 employees in any work week beginning on or after October 1, 1998,  
9 and before March 1, 1999, wages of not less than four dollars and  
10 twenty-five cents (\$4.25) per hour.

11 (g) Except as provided in subsections (c) and ~~(i)~~, **(j)**, every employer  
12 employing at least two (2) employees during a work week shall, in any  
13 work week in which the employer is subject to this chapter, pay each  
14 of the employees in any work week beginning on or after March 1,  
15 1999, **and before July 1, 2007**, wages of not less than five dollars and  
16 fifteen cents (\$5.15) an hour.

17 **(h) Except as provided in subsections (c) and (j), every employer**  
18 **employing at least two (2) employees during a work week shall, in**  
19 **any work week in which the employer is subject to this chapter,**  
20 **pay each of the employees in any work week beginning on or after**  
21 **June 30, 2007, wages of not less than the minimum wage payable**  
22 **under the federal Fair Labor Standards Act of 1938, as amended**  
23 **(29 U.S.C. 201 et seq.).**

24 ~~(h)~~ **(i)** This section does not apply if an employee:  
25 (1) provides companionship services to the aged and infirm (as  
26 defined in 29 CFR 552.6); and  
27 (2) is employed by an employer or agency other than the family  
28 or household using the companionship services, as provided in 29  
29 CFR 552.109 (a).

30 ~~(i)~~ **(j)** This subsection applies only to an employee who has not  
31 attained the age of twenty (20) years. Instead of the rates prescribed by  
32 subsections (c), (f), ~~and~~ (g), **and (h)**, an employer may pay an  
33 employee of the employer, during the first ninety (90) consecutive  
34 calendar days after the employee is initially employed by the employer,  
35 a wage which is not less than:

- 36 (1) four dollars and twenty-five cents (\$4.25) per hour, effective  
37 March 1, 1999; **and**
- 38 (2) **the amount payable under the federal Fair Labor**  
39 **Standards Act of 1938, as amended (29 U.S.C. 201 et seq.),**  
40 **during the first ninety (90) consecutive calendar days after**  
41 **initial employment to an employee who has not attained**  
42 **twenty (20) years of age, effective July 1, 2007.**

C  
o  
p  
y



1 However, no employer may take any action to displace employees  
2 (including partial displacements such as reduction in hours, wages, or  
3 employment benefits) for purposes of hiring individuals at the wage  
4 authorized in this subsection.

5 ~~(j)~~ **(k)** Except as otherwise provided in this section, no employer  
6 shall employ any employee for a work week longer than forty (40)  
7 hours unless the employee receives compensation for employment in  
8 excess of the hours above specified at a rate not less than one and  
9 one-half (1.5) times the regular rate at which ~~he~~ **the employee** is  
10 employed.

11 ~~(k)~~ **(l)** For purposes of this section the following apply:

12 (1) "Overtime compensation" means the compensation required  
13 by subsection ~~(j)~~: **(k)**.

14 (2) "Compensatory time" and "compensatory time off" mean  
15 hours during which an employee is not working, which are not  
16 counted as hours worked during the applicable work week or  
17 other work period for purposes of overtime compensation, and for  
18 which the employee is compensated at the employee's regular  
19 rate.

20 (3) "Regular rate" means the rate at which an employee is  
21 employed is considered to include all remuneration for  
22 employment paid to, or on behalf of, the employee, but is not  
23 considered to include the following:

24 (A) Sums paid as gifts, payments in the nature of gifts made at  
25 Christmas time or on other special occasions, as a reward for  
26 service, the amounts of which are not measured by or  
27 dependent on hours worked, production, or efficiency.

28 (B) Payments made for occasional periods when no work is  
29 performed due to vacation, holiday, illness, failure of the  
30 employer to provide sufficient work, or other similar cause,  
31 reasonable payments for traveling expenses, or other expenses,  
32 incurred by an employee in the furtherance of ~~his~~ **the**  
33 employer's interests and properly reimbursable by the  
34 employer, and other similar payments to an employee which  
35 are not made as compensation for ~~his~~ **the employee's** hours of  
36 employment.

37 (C) Sums paid in recognition of services performed during a  
38 given period if:

39 (i) both the fact that payment is to be made and the amount  
40 of the payment are determined at the sole discretion of the  
41 employer at or near the end of the period and not pursuant  
42 to any prior contract, agreement, or promise causing the

C  
o  
p  
y



1 employee to expect the payments regularly;  
 2 (ii) the payments are made pursuant to a bona fide profit  
 3 sharing plan or trust or bona fide thrift or savings plan,  
 4 meeting the requirements of the administrator set forth in  
 5 appropriately issued regulations, having due regard among  
 6 other relevant factors, to the extent to which the amounts  
 7 paid to the employee are determined without regard to hours  
 8 of work, production, or efficiency; or  
 9 (iii) the payments are talent fees paid to performers,  
 10 including announcers, on radio and television programs.  
 11 (D) Contributions irrevocably made by an employer to a  
 12 trustee or third person pursuant to a bona fide plan for  
 13 providing old age, retirement, life, accident, or health  
 14 insurance or similar benefits for employees.  
 15 (E) Extra compensation provided by a premium rate paid for  
 16 certain hours worked by the employee in any day or work  
 17 week because those hours are hours worked in excess of eight  
 18 (8) in a day or in excess of the maximum work week  
 19 applicable to the employee under subsection ~~(j)~~ (k) or in  
 20 excess of the employee's normal working hours or regular  
 21 working hours, as the case may be.  
 22 (F) Extra compensation provided by a premium rate paid for  
 23 work by the employee on Saturdays, Sundays, holidays, or  
 24 regular days of rest, or on the sixth or seventh day of the work  
 25 week, where the premium rate is not less than one and one-half  
 26 (1.5) times the rate established in good faith for like work  
 27 performed in nonovertime hours on other days.  
 28 (G) Extra compensation provided by a premium rate paid to  
 29 the employee, in pursuance of an applicable employment  
 30 contract or collective bargaining agreement, for work outside  
 31 of the hours established in good faith by the contract or  
 32 agreement as the basic, normal, or regular workday (not  
 33 exceeding eight (8) hours) or work week (not exceeding the  
 34 maximum work week applicable to the employee under  
 35 subsection ~~(j)~~ (k) where the premium rate is not less than one  
 36 and one-half (1.5) times the rate established in good faith by  
 37 the contract or agreement for like work performed during the  
 38 workday or work week.  
 39 ~~(j)~~ (m) No employer shall be considered to have violated subsection  
 40 ~~(j)~~ (k) by employing any employee for a work week in excess of that  
 41 specified in subsection ~~(j)~~ (k) without paying the compensation for  
 42 overtime employment prescribed therein if the employee is so

C  
O  
P  
Y



1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29  
30  
31  
32  
33  
34  
35  
36  
37  
38  
39  
40  
41  
42

employed:

(1) in pursuance of an agreement, made as a result of collective bargaining by representatives of employees certified as bona fide by the National Labor Relations Board, which provides that no employee shall be employed more than one thousand forty (1,040) hours during any period of twenty-six (26) consecutive weeks; or

(2) in pursuance of an agreement, made as a result of collective bargaining by representatives of employees certified as bona fide by the National Labor Relations Board, which provides that during a specified period of fifty-two (52) consecutive weeks the employee shall be employed not more than two thousand two hundred forty (2,240) hours and shall be guaranteed not less than one thousand eight hundred forty (1,840) hours (or not less than forty-six (46) weeks at the normal number of hours worked per week, but not less than thirty (30) hours per week) and not more than two thousand eighty (2,080) hours of employment for which the employee shall receive compensation for all hours guaranteed or worked at rates not less than those applicable under the agreement to the work performed and for all hours in excess of the guaranty which are also in excess of the maximum work week applicable to the employee under subsection ~~(j)~~ **(k)** or two thousand eighty (2,080) in that period at rates not less than one and one-half (1.5) times the regular rate at which the employee is employed.

~~(m)~~ **(n)** No employer shall be considered to have violated subsection ~~(j)~~ **(k)** by employing any employee for a work week in excess of the maximum work week applicable to the employee under subsection ~~(j)~~ **(k)** if the employee is employed pursuant to a bona fide individual contract, or pursuant to an agreement made as a result of collective bargaining by representatives of employees, if the duties of the employee necessitate irregular hours of work, and the contract or agreement includes the following:

(1) Specifies a regular rate of pay of not less than the minimum hourly rate provided in subsections (c), ~~(f)~~, ~~(g)~~, **and (h), (i), and (j)** (whichever is applicable) and compensation at not less than one and one-half (1.5) times that rate for all hours worked in excess of the maximum work week.

(2) Provides a weekly guaranty of pay for not more than sixty **(60)** hours based on the rates so specified.

~~(n)~~ **(o)** No employer shall be considered to have violated subsection ~~(j)~~ **(k)** by employing any employee for a work week in excess of the maximum work week applicable to the employee under that subsection

C  
o  
p  
y



1 if, pursuant to an agreement or understanding arrived at between the  
 2 employer and the employee before performance of the work, the  
 3 amount paid to the employee for the number of hours worked by ~~him~~  
 4 **the employee** in the work week in excess of the maximum work week  
 5 applicable to the employee under that subsection:

6 (1) in the case of an employee employed at piece rates, is  
 7 computed at piece rates not less than one and one-half (1.5) times  
 8 the bona fide piece rates applicable to the same work when  
 9 performed during nonovertime hours;

10 (2) in the case of an employee performing two (2) or more kinds  
 11 of work for which different hourly or piece rates have been  
 12 established, is computed at rates not less than one and one-half  
 13 (1.5) times those bona fide rates applicable to the same work  
 14 when performed during nonovertime hours; or

15 (3) is computed at a rate not less than one and one-half (1.5) times  
 16 the rate established by the agreement or understanding as the  
 17 basic rate to be used in computing overtime compensation  
 18 thereunder, provided that the rate so established shall be  
 19 substantially equivalent to the average hourly earnings of the  
 20 employee, exclusive of overtime premiums, in the particular work  
 21 over a representative period of time;

22 and if the employee's average hourly earnings for the work week  
 23 exclusive of payments described in this section are not less than the  
 24 minimum hourly rate required by applicable law, and extra overtime  
 25 compensation is properly computed and paid on other forms of  
 26 additional pay required to be included in computing the regular rate.

27 ~~(p)~~ **(p)** Extra compensation paid as described in this section shall be  
 28 creditable toward overtime compensation payable pursuant to this  
 29 section.

30 ~~(p)~~ **(q)** No employer shall be considered to have violated subsection  
 31 ~~(j)~~ **(k)** by employing any employee of a retail or service establishment  
 32 for a work week in excess of the applicable work week specified  
 33 therein, if:

34 (1) the regular rate of pay of the employee is in excess of one and  
 35 one-half (1.5) times the minimum hourly rate applicable to the  
 36 employee under section 2 of this chapter; and

37 (2) more than half of the employee's compensation for a  
 38 representative period (not less than one (1) month) represents  
 39 commissions on goods or services.

40 In determining the proportion of compensation representing  
 41 commissions, all earnings resulting from the application of a bona fide  
 42 commission rate shall be considered commissions on goods or services

C  
o  
p  
y



1 without regard to whether the computed commissions exceed the draw  
2 or guarantee.

3 ~~(q)~~ **(r)** No employer engaged in the operation of a hospital or an  
4 establishment which is an institution primarily engaged in the care of  
5 the sick, the aged, or the mentally ill or defective who reside on the  
6 premises shall be considered to have violated subsection ~~(j)~~ **(k)** if,  
7 pursuant to an agreement or understanding arrived at between the  
8 employer and the employee before performance of the work, a work  
9 period of fourteen (14) consecutive days is accepted in lieu of the work  
10 week of seven (7) consecutive days for purposes of overtime  
11 computation and if, for ~~his~~ **the employee's** employment in excess of  
12 eight (8) hours in any workday and in excess of eighty (80) hours in  
13 that fourteen (14) day period, the employee receives compensation at  
14 a rate not less than one and one-half (1.5) times the regular rate at  
15 which the employee is employed.

16 ~~(r)~~ **(s)** No employer shall employ any employee in domestic service  
17 in one (1) or more households for a work week longer than forty (40)  
18 hours unless the employee receives compensation for that employment  
19 in accordance with subsection ~~(j)~~ **(k)**.

20 ~~(s)~~ **(t)** In the case of an employee of an employer engaged in the  
21 business of operating a street, ~~a~~ suburban or interurban electric railway,  
22 or ~~a~~ local trolley or motorbus carrier (regardless of whether or not the  
23 railway or carrier is public or private or operated for profit or not for  
24 profit), in determining the hours of employment of such an employee  
25 to which the rate prescribed by subsection ~~(j)~~ **(k)** applies, there shall be  
26 excluded the hours the employee was employed in charter activities by  
27 the employer if both of the following apply:

28 (1) The employee's employment in the charter activities was  
29 pursuant to an agreement or understanding with the employer  
30 arrived at before engaging in that employment.

31 (2) If employment in the charter activities is not part of the  
32 employee's regular employment.

33 ~~(t)~~ **(u)** Any employer may employ any employee for a period or  
34 periods of not more than ten (10) hours in the aggregate in any work  
35 week in excess of the maximum work week specified in subsection ~~(j)~~  
36 **(k)** without paying the compensation for overtime employment  
37 prescribed in subsection ~~(j)~~ **(k)**, if during that period or periods the  
38 employee is receiving remedial education that:

39 (1) is provided to employees who lack a high school diploma or  
40 educational attainment at the eighth grade level;

41 (2) is designed to provide reading and other basic skills at an  
42 eighth grade level or below; and

C  
O  
P  
Y



1 (3) does not include job specific training.  
2 ~~(v)~~ (v) Subsection ~~(j)~~ (k) does not apply to an employee of a motion  
3 picture theater.

4 ~~(w)~~ (w) Subsection ~~(j)~~ (k) does not apply to an employee of a  
5 seasonal amusement or recreational establishment, an organized camp,  
6 or a religious or nonprofit educational conference center that is exempt  
7 under the federal Fair Labor Standards Act of 1938, as amended (29  
8 U.S.C. 213).

9 SECTION 2. IC 22-2-9-5 IS AMENDED TO READ AS FOLLOWS  
10 [EFFECTIVE JULY 1, 2007]: Sec. 5. (a) The commissioner of labor  
11 is hereby authorized to take assignments of wage claims of less than  
12 ~~eight hundred dollars (\$800.00)~~, **six thousand dollars (\$6,000)**, rights  
13 of action for penalties, mechanics and other liens of workers, without  
14 being bound by any of the technical rules with reference to the validity  
15 of such assignments, and shall have power and authority to prosecute  
16 actions for the collection of such claims of persons who, in the  
17 judgment of the commissioner:

18 (1) are entitled to the services of the commissioner; and ~~who, in~~  
19 ~~his judgment~~;

20 (2) have claims which are valid and enforceable in the court.

21 (b) The commissioner shall have power to join various claimants in  
22 one (1) preferred claim or lien, and, in case of suit, to join them in one  
23 (1) cause of action.

24 SECTION 3. [EFFECTIVE JULY 1, 2007] **IC 22-2-9-5, as**  
25 **amended by this act, applies to wage claims filed with the**  
26 **commissioner of labor after June 30, 2007.**

C  
o  
p  
y



## COMMITTEE REPORT

Mr. Speaker: Your Committee on Labor and Employment, to which was referred House Bill 1027, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 1, between the enacting clause and line 1, begin a new paragraph and insert:

"SECTION 1. IC 22-2-2-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2007]: Sec. 3. As used in this chapter:

"Commissioner" means the commissioner of labor or the commissioner's authorized representative.

"Department" means the department of labor.

"Occupation" means an industry, trade, business, or class of work in which employees are gainfully employed.

"Employer" means any individual, partnership, association, limited liability company, corporation, business trust, the state, or other governmental agency or political subdivision during any work week in which they have two (2) or more employees. ~~However, it shall not include any employer who is subject to the minimum wage provisions of the federal Fair Labor Standards Act of 1938, as amended (29 U.S.C. 201-209).~~

"Employee" means any person employed or permitted to work or perform any service for remuneration or under any contract of hire, written or oral, express or implied by an employer in any occupation, but shall not include any of the following:

- (a) Persons less than sixteen (16) years of age.
- (b) Persons engaged in an independently established trade, occupation, profession, or business who, in performing the services in question, are free from control or direction both under a contract of service and in fact.
- (c) Persons performing services not in the course of the employing unit's trade or business.
- (d) Persons employed on a commission basis.
- (e) Persons employed by their own parent, spouse, or child.
- (f) Members of any religious order performing any service for that order, any ordained, commissioned, or licensed minister, priest, rabbi, sexton, or Christian Science reader, and volunteers performing services for any religious or charitable organization.
- (g) Persons performing services as student nurses in the employ of a hospital or nurses training school while enrolled and regularly attending classes in a nurses training school chartered

C  
O  
P  
Y



or approved under law, or students performing services in the employ of persons licensed as both funeral directors and embalmers as a part of their requirements for apprenticeship to secure an embalmer's license or a funeral director's license from the state, or during their attendance at any schools required by law for securing an embalmer's or funeral director's license.

(h) Persons who have completed a four (4) year course in a medical school approved by law when employed as interns or resident physicians by any accredited hospital.

(i) Students performing services for any school, college, or university in which they are enrolled and are regularly attending classes.

(j) Persons with physical or mental disabilities performing services for nonprofit organizations organized primarily for the purpose of providing employment for persons with disabilities or for assisting in their therapy and rehabilitation.

(k) Persons employed as insurance producers, insurance solicitors, and outside salesmen, if all their services are performed for remuneration solely by commission.

(l) Persons performing services for any camping, recreational, or guidance facilities operated by a charitable, religious, or educational nonprofit organization.

(m) Persons engaged in agricultural labor. The term shall include only services performed:

(1) on a farm, in connection with cultivating the soil, or in connection with raising or harvesting any agricultural or horticultural commodity, including the raising, shearing, feeding, caring for, training, and management of livestock, bees, poultry, and furbearing animals and wildlife;

(2) in the employ of the owner or tenant or other operator of a farm, in connection with the operation, management, conservation, improvement, or maintenance of the farm and its tools and equipment if the major part of the service is performed on a farm;

(3) in connection with:

(A) the production or harvesting of maple sugar or maple syrup or any commodity defined as an agricultural commodity in the Agricultural Marketing Act, as amended (12 U.S.C. 1141j);

(B) the raising or harvesting of mushrooms;

(C) the hatching of poultry; or

(D) the operation or maintenance of ditches, canals,

C  
O  
P  
Y



reservoirs, or waterways used exclusively for supplying and storing water for farming purposes; and

(4) in handling, planting, drying, packing, packaging, processing, freezing, grading, storing, or delivering to storage, to market, or to a carrier for transportation to market, any agricultural or horticultural commodity, but only if service is performed as an incident to ordinary farming operation or, in the case of fruits and vegetables, as an incident to the preparation of fruits and vegetables for market. However, this exception shall not apply to services performed in connection with any agricultural or horticultural commodity after its delivery to a terminal market or processor for preparation or distribution for consumption.

As used in this subdivision, "farm" includes stock, dairy, poultry, fruit, furbearing animals, and truck farms, nurseries, orchards, or greenhouses or other similar structures used primarily for the raising of agricultural or horticultural commodities.

(n) Those persons employed in executive, administrative, or professional occupations who have the authority to employ or discharge and who earn one hundred fifty dollars (\$150) or more a week, and outside salesmen.

(o) Any person not employed for more than four (4) weeks in any four (4) consecutive three (3) month periods.

(p) Any employee with respect to whom the Interstate Commerce Commission has power to establish qualifications and maximum hours of service under the federal Motor Carrier Act of 1935 (49 U.S.C. 304(3)) or any employee of a carrier subject to IC 8-2.1."

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1027 as introduced.)

CHENEY, Chair

Committee Vote: yeas 7, nays 5.

C  
O  
P  
Y



COMMITTEE REPORT

Mr. Speaker: Your Committee on Ways and Means, to which was referred House Bill 1027, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Delete the title and insert the following:

A BILL FOR AN ACT to amend the Indiana Code concerning economic matters.

Page 1, between the enacting clause and line 1, begin a new paragraph and insert:

"SECTION 1. IC 6-4.1-3-10 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2007]: Sec. 10. The first ~~one~~ **two** hundred thousand dollars (~~\$100,000~~) (**\$200,000**) of property interests transferred to a Class A transferee under a taxable transfer or transfers is exempt from the inheritance tax."

Page 12, between lines 12 and 13, begin a new paragraph and insert:

"SECTION 5. [EFFECTIVE JULY 1, 2007] **IC 6-4.1-3-10, as amended by this act, applies to a property interest transferred by an individual whose death occurs after June 30, 2007.**"

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1027 as printed January 24, 2007.)

CRAWFORD, Chair

Committee Vote: yeas 14, nays 10.

C  
O  
P  
Y



HOUSE MOTION

Mr. Speaker: I move that House Bill 1027 be amended to read as follows:

Page 12, line 6, delete "three" and insert "six".

Page 12, line 6, delete "(\$3,000)," and insert "(\$6,000),".

(Reference is to HB 1027 as printed January 26, 2007.)

BELL

SENATE MOTION

Madam President: I move that Senator Errington be added as cosponsor of Engrossed House Bill 1027.

BRAY

COMMITTEE REPORT

Madam President: The Senate Committee on Pensions and Labor, to which was referred House Bill No. 1027, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 1, delete lines 1 through 17.

Delete pages 2 through 3.

Page 4, delete lines 1 through 7.

Page 5, line 5, delete "(h), (i), and (j)."

Page 5, line 35, delete "(l)," and insert "(j)."

Page 5, line 39, delete "September" and insert "July".

Page 5, line 41, delete "(l)," and insert "(j)."

Page 6, line 3, delete "September 1, 2007, and before March 1, 2008," and insert "June 30, 2007,".

Page 6, line 4, delete "six dollars (\$6) an hour." and insert "the minimum wage payable under the federal Fair Labor Standards Act of 1938, as amended (29 U.S.C. 201 et seq.)."

Page 6, delete lines 5 through 16.

Page 6, line 17, delete "(k)" and insert "(i)."

Page 6, line 23, delete "(l)" and insert "(j)."

Page 6, line 25, delete "(h), (i), and (j)."

Page 6, line 30, after "1999;" insert "and".

COPY



Page 6, line 31, delete "four dollars and ninety-five cents (\$4.95) per hour," and insert "**the amount payable under the federal Fair Labor Standards Act of 1938, as amended (29 U.S.C. 201 et seq.), during the first ninety (90) consecutive calendar days after initial employment to an employee who has not attained twenty (20) years of age,**".

Page 6, line 32, delete "September 1, 2007;" and insert "**July 1, 2007.**".

Page 6, delete lines 33 through 36.

Page 6, line 41, delete "(m)" and insert "(k)".

Page 7, line 5, delete "(n)" and insert "(l)".

Page 7, line 7, delete "(m)." and insert "(k)".

Page 8, line 13, delete "(m)" and insert "(k)".

Page 8, line 29, delete "(m)" and insert "(k)".

Page 8, line 33, delete "(o)" and insert "(m)".

Page 8, line 34, delete "(m)" and insert "(k)".

Page 8, line 35, delete "(m)" and insert "(k)".

Page 9, line 15, delete "(m)" and insert "(k)".

Page 9, line 19, delete "(p)" and insert "(n)".

Page 9, line 20, delete "(m)" and insert "(k)".

Page 9, line 22, delete "(m)" and insert "(k)".

Page 9, line 28, strike "(i),".

Page 9, line 28, delete "(j)," and insert "**and (j)**".

Page 9, line 29, delete "and (l)".

Page 9, line 34, delete "(q)" and insert "(o)".

Page 9, line 35, delete "(m)" and insert "(k)".

Page 10, line 21, delete "(r)" and insert "(p)".

Page 10, line 24, delete "(s)" and insert "(q)".

Page 10, line 25, delete "(m)" and insert "(k)".

Page 10, line 39, delete "(t)" and insert "(r)".

Page 10, line 42, delete "(m)" and insert "(k)".

Page 11, line 10, delete "(u)" and insert "(s)".

Page 11, line 13, delete "(m)." and insert "(k)".

Page 11, line 14, delete "(v)" and insert "(t)".

Page 11, line 19, delete "(m)" and insert "(k)".

Page 11, line 27, delete "(w)" and insert "(u)".

Page 11, line 30, delete "(m)" and insert "(k)".

Page 11, line 31, delete "(m)," and insert "(k),".

Page 11, line 38, delete "(x)" and insert "(v)".

Page 11, line 38, delete "(m)" and insert "(k)".

Page 11, line 40, delete "(y)" and insert "(w)".

Page 11, line 40, delete "(m)" and insert "(k)".

**C  
o  
p  
y**



Page 12, delete lines 18 through 20.

Re-number all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1027 as reprinted January 30, 2007.)

KRUSE, Chairperson

Committee Vote: Yeas 9, Nays 1.

**C  
o  
p  
y**

