SUBSTITUTE HOUSE BILL 1920

State of Washington 60th Legislature 2007 Regular Session

By House Committee on Commerce & Labor (originally sponsored by Representatives Conway and Wood)

READ FIRST TIME 02/28//07.

1 AN ACT Relating to overtime compensation for truckers transporting 2 agricultural commodities; and amending RCW 49.46.130.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 Sec. 1. RCW 49.46.130 and 1998 c 239 s 2 are each amended to read 5 as follows:

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

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(2) This section does not apply to:

12 (a) Any person exempted pursuant to RCW 49.46.010(5). The payment 13 of compensation or provision of compensatory time off in addition to a 14 salary shall not be a factor in determining whether a person is 15 exempted under RCW 49.46.010(5)(c);

16 (b) Employees who request compensating time off in lieu of overtime 17 pay;

(c) Any individual employed as a seaman whether or not the seamanis employed on a vessel other than an American vessel;

1 (d) Seasonal employees who are employed at concessions and 2 recreational establishments at agricultural fairs, including those 3 seasonal employees employed by agricultural fairs, within the state 4 provided that the period of employment for any seasonal employee at any 5 or all agricultural fairs does not exceed fourteen working days a year;

6 (e) Any individual employed as a motion picture projectionist if 7 that employee is covered by a contract or collective bargaining 8 agreement which regulates hours of work and overtime pay;

9 (f) An individual employed as a truck or bus driver who is subject 10 to the provisions of the Federal Motor Carrier Act (49 U.S.C. Sec. 3101 11 et seq. and 49 U.S.C. Sec. 10101 et seq.), if the compensation system 12 under which the truck or bus driver is paid includes overtime pay, 13 reasonably equivalent to that required by this subsection, for working 14 longer than forty hours per week;

(g) Any individual employed (i) on a farm, in the employ of any 15 person, in connection with the cultivation of the soil, or in 16 17 connection with raising or harvesting any agricultural or horticultural commodity, including raising, shearing, feeding, caring for, training, 18 and management of livestock, bees, poultry, and furbearing animals and 19 20 wildlife, or in the employ of the owner or tenant or other operator of 21 a farm in connection with the operation, management, conservation, 22 improvement, or maintenance of such farm and its tools and equipment; or (ii) by the owner or operator of a farm in packing, packaging, 23 24 grading, storing or delivering to storage, or to market or to a carrier for transportation to market, any agricultural or horticultural 25 26 commodity produced by the owner or operator; or (iii) by the owner or 27 operator of a farm in commercial canning, commercial freezing, or any other commercial processing((-)) of any agricultural or horticultural 28 commodity produced by the owner or operator; or (iv) by the owner or 29 operator of a farm with respect to services performed in connection 30 with the cultivation, raising, harvesting, and processing of oysters 31 32 produced by the owner or operator; or (v) by the owner or operator of a farm in connection with any agricultural or horticultural commodity 33 34 produced by the owner or operator after its delivery to a terminal 35 market for distribution for consumption;

36 (h) Any industry in which federal law provides for an overtime 37 payment based on a work week other than forty hours. However, the 38 provisions of the federal law regarding overtime payment based on a

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work week other than forty hours shall nevertheless apply to employees 1 2 covered by this section without regard to the existence of actual federal jurisdiction over the industrial activity of the particular 3 employer within this state. For the purposes of this subsection, 4 "industry" means a trade, business, industry, or other activity, or 5 branch, or group thereof, in which individuals are gainfully employed 6 7 (section 3(h) of the Fair Labor Standards Act of 1938, as amended (Public Law 93-259)); 8

9 (i) Any hours worked by an employee of a carrier by air subject to 10 the provisions of subchapter II of the Railway Labor Act (45 U.S.C. 11 Sec. 181 et seq.), when such hours are voluntarily worked by the 12 employee pursuant to a shift-trading practice under which the employee 13 has the opportunity in the same or in other work weeks to reduce hours 14 worked by voluntarily offering a shift for trade or reassignment.

15 (3) No employer shall be deemed to have violated subsection (1) of 16 this section by employing any employee of a retail or service 17 establishment for a work week in excess of the applicable work week 18 specified in subsection (1) of this section if:

(a) The regular rate of pay of the employee is in excess of one and
one-half times the minimum hourly rate required under RCW 49.46.020;
and

(b) More than half of the employee's compensation for a representative period, of not less than one month, represents commissions on goods or services.

In determining the proportion of compensation representing commissions, all earnings resulting from the application of a bona fide commission rate is to be deemed commissions on goods or services without regard to whether the computed commissions exceed the draw or guarantee.

(4) No employer of commissioned salespeople primarily engaged in 30 31 the business of selling automobiles, trucks, recreational vessels, 32 recreational vessel trailers, recreational vehicle trailers, recreational campers, manufactured housing, or farm implements to 33 ultimate purchasers shall violate subsection (1) of this section with 34 respect to such commissioned salespeople if the commissioned 35 salespeople are paid the greater of: 36

37 (a) Compensation at the hourly rate, which may not be less than the

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1 rate required under RCW 49.46.020, for each hour worked up to forty 2 hours per week, and compensation of one and one-half times that hourly 3 rate for all hours worked over forty hours in one week; or

4 (b) A straight commission, a salary plus commission, or a salary5 plus bonus applied to gross salary.

(5) No public agency shall be deemed to have violated subsection б 7 (1) of this section with respect to the employment of any employee in fire protection activities or any employee in law enforcement 8 activities (including security personnel in correctional institutions) 9 if: (a) In a work period of twenty-eight consecutive days the employee 10 receives for tours of duty which in the aggregate exceed two hundred 11 12 forty hours; or (b) in the case of such an employee to whom a work 13 period of at least seven but less than twenty-eight days applies, in 14 his or her work period the employee receives for tours of duty which in the aggregate exceed a number of hours which bears the same ratio to 15 16 the number of consecutive days in his or her work period as two hundred 17 forty hours bears to twenty-eight days; compensation at a rate not less than one and one-half times the regular rate at which he or she is 18 19 employed.

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