

CERTIFICATION OF ENROLLMENT

HOUSE BILL 1708

Chapter 311, Laws of 1997

55th Legislature
1997 Regular Session

COMPENSATION OF COMMISSIONED SALESPEOPLE OF FARM IMPLEMENTS

EFFECTIVE DATE: 7/27/97

Passed by the House March 12, 1997
Yeas 97 Nays 0

CLYDE BALLARD
**Speaker of the
House of Representatives**

Passed by the Senate April 25, 1997
Yeas 41 Nays 0

BRAD OWEN
President of the Senate

Approved May 12, 1997

GARY LOCKE
Governor of the State of Washington

CERTIFICATE

I, Timothy A. Martin, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 1708** as passed by the House of Representatives and the Senate on the dates hereon set forth.

TIMOTHY A. MARTIN
Chief Clerk

FILED

May 12, 1997 - 3:09 p.m.

**Secretary of State
State of Washington**

HOUSE BILL 1708

Passed Legislature - 1997 Regular Session

State of Washington 55th Legislature 1997 Regular Session

By Representative McMorris

Read first time 02/05/97. Referred to Committee on Commerce & Labor.

1 AN ACT Relating to the minimum rate of compensation for employment
2 in excess of a forty-hour work week; 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 1995 c 5 s 1 are each amended to read as
5 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.

11 (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;

18 (c) Any individual employed as a seaman whether or not the seaman
19 is 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;

15 (g) Any individual employed (i) on a farm, in the employ of any
16 person, in connection with the cultivation of the soil, or in
17 connection with raising or harvesting any agricultural or horticultural
18 commodity, including raising, shearing, feeding, caring for, training,
19 and management of livestock, bees, poultry, and furbearing animals and
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;
23 or (ii) in packing, packaging, grading, storing or delivering to
24 storage, or to market or to a carrier for transportation to market, any
25 agricultural or horticultural commodity; or (iii) commercial canning,
26 commercial freezing, or any other commercial processing, or with
27 respect to services performed in connection with the cultivation,
28 raising, harvesting, and processing of oysters or in connection with
29 any agricultural or horticultural commodity after its delivery to a
30 terminal market for distribution for consumption;

31 (h) Any industry in which federal law provides for an overtime
32 payment based on a work week other than forty hours. However, the
33 provisions of the federal law regarding overtime payment based on a
34 work week other than forty hours shall nevertheless apply to employees
35 covered by this section without regard to the existence of actual
36 federal jurisdiction over the industrial activity of the particular
37 employer within this state. For the purposes of this subsection,
38 "industry" means a trade, business, industry, or other activity, or
39 branch, or group thereof, in which individuals are gainfully employed

1 (section 3(h) of the Fair Labor Standards Act of 1938, as amended
2 (Public Law 93-259).

3 (3) No employer of commissioned salespeople primarily engaged in
4 the business of selling automobiles, trucks, recreational vessels,
5 recreational vessel trailers, recreational vehicle trailers,
6 recreational campers, ~~((or))~~ manufactured housing, or farm implements
7 to ultimate purchasers shall violate subsection (1) of this section
8 with respect to such commissioned salespeople if the commissioned
9 salespeople are paid the greater of:

10 (a) Compensation at the hourly rate, which may not be less than the
11 rate required under RCW 49.46.020, for each hour worked up to forty
12 hours per week, and compensation of one and one-half times that hourly
13 rate for all hours worked over forty hours in one week; or

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

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

Passed the House March 12, 1997.

Passed the Senate April 25, 1997.

Approved by the Governor May 12, 1997.

Filed in Office of Secretary of State May 12, 1997.