CERTIFICATION OF ENROLLMENT

SENATE BILL 6220

Chapter 239, Laws of 1998

55th Legislature 1998 Regular Session

AIRLINE EMPLOYEES--TRADING SHIFTS WITHOUT CREATING OVERTIME LIABILITY

EFFECTIVE DATE: 6/11/98

Passed by the Senate February 9, 1998 YEAS 49 NAYS 0

BRAD OWEN

President of the Senate

Passed by the House March 6, 1998 YEAS 97 NAYS 0

CLYDE BALLARD

Speaker of the House of Representatives

Approved March 30, 1998

CERTIFICATE

I, Mike O Connell, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SENATE BILL 6220** as passed by the Senate and the House of Representatives on the dates hereon set forth.

MIKE O'CONNELL

Secretary

FILED

March 30, 1998 - 3:18 p.m.

GARY LOCKE

Governor of the State of Washington

Secretary of State State of Washington

SENATE BILL 6220

Passed Legislature - 1998 Regular Session

State of Washington 55th Legislature 1998 Regular Session

By Senators Horn, Heavey, Schow, Fraser, Anderson, Franklin, Newhouse, Winsley and Patterson

Read first time 01/14/98. Referred to Committee on Commerce & Labor.

AN ACT Relating to the ability of employees in the airline industry to trade shifts voluntarily without creating overtime liability; reenacting and amending RCW 49.46.130; and creating new sections.

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

5 <u>NEW SECTION.</u> Sec. 1. The legislature finds that employees in the 6 airline industry have a long-standing practice and tradition of trading 7 shifts voluntarily among themselves. The legislature also finds that 8 federal law exempts airline employees from the provisions of federal 9 overtime regulations. This act is intended to specify that airline 10 industry employers are not required to pay overtime compensation to an 11 employee agreeing to work additional hours for a coemployee.

12 Sec. 2. RCW 49.46.130 and 1997 c 311 s 1 and 1997 c 203 s 2 are 13 each reenacted and amended to read as follows:

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

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(2) This section does not apply to:

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

6 (b) Employees who request compensating time off in lieu of overtime 7 pay;

8 (c) Any individual employed as a seaman whether or not the seaman 9 is employed on a vessel other than an American vessel;

10 (d) Seasonal employees who are employed at concessions and recreational establishments at agricultural fairs, including those 11 seasonal employees employed by agricultural fairs, within the state 12 13 provided that the period of employment for any seasonal employee at any or all agricultural fairs does not exceed fourteen working days a year; 14 15 (e) Any individual employed as a motion picture projectionist if that employee is covered by a contract or collective bargaining 16 17 agreement which regulates hours of work and overtime pay;

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

24 (g) Any individual employed (i) on a farm, in the employ of any 25 person, in connection with the cultivation of the soil, or in 26 connection with raising or harvesting any agricultural or horticultural 27 commodity, including raising, shearing, feeding, caring for, training, and management of livestock, bees, poultry, and furbearing animals and 28 wildlife, or in the employ of the owner or tenant or other operator of 29 30 a farm in connection with the operation, management, conservation, improvement, or maintenance of such farm and its tools and equipment; 31 or (ii) in packing, packaging, grading, storing or delivering to 32 33 storage, or to market or to a carrier for transportation to market, any agricultural or horticultural commodity; or (iii) commercial canning, 34 35 commercial freezing, or any other commercial processing, or with respect to services performed in connection with the cultivation, 36 37 raising, harvesting, and processing of oysters or in connection with any agricultural or horticultural commodity after its delivery to a 38 39 terminal market for distribution for consumption;

(h) Any industry in which federal law provides for an overtime 1 payment based on a work week other than forty hours. However, the 2 3 provisions of the federal law regarding overtime payment based on a 4 work week other than forty hours shall nevertheless apply to employees 5 covered by this section without regard to the existence of actual federal jurisdiction over the industrial activity of the particular 6 7 employer within this state. For the purposes of this subsection, 8 "industry" means a trade, business, industry, or other activity, or 9 branch, or group thereof, in which individuals are gainfully employed 10 (section 3(h) of the Fair Labor Standards Act of 1938, as amended (Public Law 93-259); 11

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

18 (3) No employer shall be deemed to have violated subsection (1) of 19 this section by employing any employee of a retail or service 20 establishment for a work week in excess of the applicable work week 21 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 the business of selling automobiles, trucks, recreational vessels, recreational vessel trailers, recreational vehicle trailers, recreational campers, manufactured housing, or farm implements to ultimate purchasers shall violate subsection (1) of this section with respect to such commissioned salespeople if the commissioned salespeople are paid the greater of:

1 (a) Compensation at the hourly rate, which may not be less than the 2 rate required under RCW 49.46.020, for each hour worked up to forty 3 hours per week, and compensation of one and one-half times that hourly 4 rate for all hours worked over forty hours in one week; or

5 (b) A straight commission, a salary plus commission, or a salary 6 plus bonus applied to gross salary.

7 (5) No public agency shall be deemed to have violated subsection 8 (1) of this section with respect to the employment of any employee in 9 fire protection activities or any employee in law enforcement 10 activities (including security personnel in correctional institutions) if: (a) In a work period of twenty-eight consecutive days the employee 11 12 receives for tours of duty which in the aggregate exceed two hundred 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 15 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 16 17 the number of consecutive days in his or her work period as two hundred forty hours bears to twenty-eight days; compensation at a rate not less 18 19 than one and one-half times the regular rate at which he or she is 20 employed.

21 <u>NEW SECTION.</u> **Sec. 3.** This act does not alter the terms, 22 conditions, or practices contained in any collective bargaining 23 agreement.

24 <u>NEW SECTION.</u> **Sec. 4.** This act is remedial in nature and applies 25 retroactively.

26 <u>NEW SECTION.</u> **Sec. 5.** If any provision of this act or its 27 application to any person or circumstance is held invalid, the 28 remainder of the act or the application of the provision to other 29 persons or circumstances is not affected.

> Passed the Senate February 9, 1998. Passed the House March 6, 1998. Approved by the Governor March 30, 1998. Filed in Office of Secretary of State March 30, 1998.