LC001379

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2017

AN ACT

RELATING TO LABOR AND LABOR RELATIONS - OVERTIME WAGES

Introduced By: Senators Calkin, Goldin, Quezada, Conley, and Miller

Date Introduced: March 02, 2017

Referred To: Senate Labor

It is enacted by the General Assembly as follows:

SECTION 1. Section 28-12-4.3 of the General Laws in Chapter 28-12 entitled "Minimum

2 Wages" is hereby amended to read as follows:

28-12-4.3. Exemptions.

- 4 (a) The provisions of §§ 28-12-4.1 and 28-12-4.2 do not apply to the following
- 5 employees:
- 6 (1) Any employee of a summer camp when it is open no more than six (6) months of the
- 7 year.

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- 8 (2) Police officers, firefighters, and rescue service personnel employed by the cities and
- 9 towns.
- 10 (3) Employees of the state or political subdivision of the state who may elect through a
- 11 collective bargaining agreement, memorandum of understanding, or any other agreement between
- the employer and representatives of the employees, or if the employees are not represented by an
- 13 exclusive bargaining agent, through an agreement or understanding arrived at between the
- 14 employer and the employee prior to the performance of work, to receive compensatory time off
- 15 for hours worked in excess of forty (40) in a week. The compensatory hours shall at least equal
- one and one half $(1 \ 1/2)$ times the hours worked over forty (40) in a week. If compensation is paid
- 17 to an employee for accrued compensatory time, the compensation shall be paid at the regular rate
- 18 earned by the employee at the time of payment. At the time of termination, unused accrued
- 19 compensatory time shall be paid at a rate not less than:

- (i) The average regular rate received by the employee during the last three (3) years of the employee's employment, or
 - (ii) The final regular rate received by the employee, whichever is higher.

- (4) Any employee employed in a bona fide executive, administrative, or professional capacity, as defined by the Fair Labor Standards Act of 1938, 29 U.S.C. § 201 et seq., compensated for services on a salary basis of not less than two hundred dollars (\$200) one thousand thirty-six dollars (\$1,036) per week, and beginning on January 1, 2020, and every year thereafter, on an updated salary basis of not less than the fortieth percentile of weekly earnings of full-time nonhourly workers in the Northeast Census Region in the second quarter of the year preceding the update as published by the Bureau of Labor Statistics.
- (5) Any employee as defined in subparagraph (a)(4) of this section unless the wages of the employee, if computed on an hourly basis, would violate the applicable minimum wage law.
- (6) Any salaried employee of a nonprofit national voluntary health agency who elects to receive compensatory time off for hours worked in excess of forty (40) hours per week.
- (7) Any employee, including drivers, driver's helpers, mechanics, and loaders of any motor carrier, including private carriers, with respect to whom the U.S. secretary of transportation has power to establish qualifications and maximum hours of service pursuant to the provisions of 49 U.S.C. § 3102.
- (8) Any employee who is a salesperson, parts person, or mechanic primarily engaged in the sale and/or servicing of automobiles, trucks or farm implements, and is employed by a non-manufacturing employer primarily engaged in the business of selling vehicles or farm implements to ultimate purchasers, to the extent that the employers are exempt under the federal Wage-Hour and Equal Pay Act, 29 U.S.C. § 201 et seq. and 29 U.S.C. § 213(b)(10); provided, that the employee's weekly, bi-weekly, or monthly actual earnings exceed an amount equal to the employee's basic contractual hourly rate of pay times the number of hours actually worked plus the employee's basic contractual hourly rate of pay times one-half (1/2) the number of hours actually worked in excess of forty (40) hours per week.
- (9) Any employee employed in agriculture; however, this exemption applies to all agricultural enterprises that produce greenhouse crops, fruit and vegetable crops, herbaceous crops, sod crops, viticulture, viniculture, floriculture, feed for livestock, forestry, dairy farming, aquaculture, the raising of livestock, furbearing animals, poultry and eggs, bees and honey, mushrooms, and nursery stock. This exemption also applies to nursery workers.
- (10) Any employee of an air carrier subject to the provisions of title 45 U.S.C. § 181 et seq., of the Railway Labor Act when the hours worked by such employee in excess of forty (40)

- 1 in a work week are not required by the air carrier, but are arranged through a voluntary agreement
- 2 among employees to trade scheduled work hours.
- 3 (b) Nothing in this section exempts any employee who under applicable federal law is
- 4 entitled to overtime pay or benefits related to overtime pay.
- 5 SECTION 2. This act shall take effect upon passage.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO LABOR AND LABOR RELATIONS - OVERTIME WAGES

This act would exempt certain executive, administrative, and professional employees from overtime pay if their weekly wages exceed one thousand thirty-six dollars (\$1,036), an increase from the current two hundred dollars (\$200).

This act would take effect upon passage.

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