29-LS1566\W Wayne 4/7/16

#### CS FOR SENATE BILL NO. 203(L&C)

#### IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-NINTH LEGISLATURE - SECOND SESSION

BY THE SENATE LABOR AND COMMERCE COMMITTEE

Offered: Referred:

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**Sponsor(s): SENATE JUDICIARY COMMITTEE** 

## A BILL

# FOR AN ACT ENTITLED

"An Act relating to overtime pay eligibility for medical care providers employed as members of flight crews; relating to overtime pay eligibility for air ambulance service provider flight crews; and repealing provisions relating to the wages of public school bus drivers."

## BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

- \* **Section 1.** AS 23.10.055(a) is amended to read:
  - (a) The provisions of AS 23.10.050 23.10.150 do not apply to
  - (1) an individual employed in agriculture, which includes farming in all its branches and, among other things, includes the cultivation and tillage of the soil, dairying, the production, cultivation, growing, and harvesting of any agricultural or horticultural commodities, the raising of livestock, bees, fur-bearing animals, or poultry, and any practices, including forestry and lumbering operations, performed by a farmer or on a farm as an incident to or in conjunction with the farming operations, including preparation for market, or delivery to storage or to market or to carriers for

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- (2) an individual employed in the catching, trapping, cultivating or farming, netting, or taking of any kind of fish, shellfish, or other aquatic forms of animal and vegetable life;
  - (3) an individual employed in the hand picking of shrimp;
- (4) an individual employed in domestic service, including a babysitter, in or about a private home;
- (5) an individual employed by the United States or by the state or a political subdivision of the state [, EXCEPT AS PROVIDED IN AS 23.10.065(b)], including prisoners not on furlough detained or confined in prison facilities;
- (6) an individual engaged in the nonprofit activities of a nonprofit religious, charitable, cemetery, or educational organization or other nonprofit organization where the employer-employee relationship does not, in fact, exist, and where services rendered to the organization are on a voluntary basis and are related only to the organization's nonprofit activities; for purposes of this paragraph, "nonprofit activities" means activities for which the nonprofit organization does not incur a liability for unrelated business income tax under 26 U.S.C. 513, as amended;
- (7) an employee engaged in the delivery of newspapers to the consumer;
- (8) an individual employed solely as a watchman or caretaker of a plant or property that is not in productive use for a period of four months or more;
  - (9) an individual employed
  - (A) in a bona fide executive, administrative, or professional capacity;
  - (B) in the capacity of an outside salesman or a salesman who is employed on a straight commission basis; or
  - (C) as a computer systems analyst, computer programmer, software engineer, or other similarly skilled worker;
- (10) an individual employed in the search for placer or hard rock minerals;
  - (11) an individual under 18 years of age employed on a part-time basis

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not more than 30 hours in a week;

- (12) employment by a nonprofit educational or child care facility to serve as a parent of children while the children are in residence at the facility if the employment requires residence at the facility and is compensated on a cash basis exclusive of room and board at an annual rate of not less than
  - (A) \$10,000 for an unmarried person; or
  - (B) \$15,000 for a married couple;
- (13) an individual who drives a taxicab, is compensated for taxicab services exclusively by customers of the service, whose written contractual arrangements with owners of taxicab vehicles, taxicab permits, or radio dispatch services are based **on** [UPON] flat contractual rates and not based on a percentage share of the individual's receipts from customers, and whose written contract with owners of taxicab vehicles, taxicab permits, or radio dispatch services specifically provides that the contract places no restrictions on hours worked by the individual or on areas in which the individual may work except to comply with local ordinances;
- (14) a person who holds a license under AS 08.54 and who is employed by a registered guide-outfitter or master guide-outfitter licensed under AS 08.54, for the first 60 workdays in which the person is employed by the registered guide-outfitter or master guide-outfitter during a calendar year;
- (15) an individual engaged in activities for a nonprofit religious, charitable, civic, cemetery, recreational, or educational organization where the employer-employee relationship does not, in fact, exist, and where services are rendered to the organization under a work activity requirement of AS 47.27 (Alaska temporary assistance program);
  - (16) an individual who

basis;

- (A) provides emergency medical services only on a voluntary
- (B) serves with a full-time fire department only on a voluntary basis; or
  - (C) provides ski patrol services on a voluntary basis;
  - (17) a student participating in a University of Alaska practicum

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described under AS 14.40.065;

- (18) an individual who is employed by a motor vehicle dealer and whose primary duty is to
  - (A) receive, analyze, or reference requests for service, repair, or analysis of motor vehicles;
  - (B) arrange financing for the sale of motor vehicles and related products and services that are added or included as part of the sale; or
    - (C) solicit, sell, lease, or exchange motor vehicles.

\* **Sec. 2.** AS 23.10.060(d) is amended to read:

- (d) This section does not apply with respect to
- (1) an employee employed by an employer employing less than four employees in the regular course of business, as "regular course of business" is defined by regulations of the commissioner;
- (2) an employee employed in handling, packing, storing, pasteurizing, drying, preparing in their raw or natural state, or canning agricultural or horticultural commodities for market, or in making cheese or butter or other dairy products;
- (3) an employee of an employer engaged in small mining operations where not more than 12 employees are employed if the employee is employed not in excess of 12 hours a day or 56 hours a week during a period or periods of not more than 14 workweeks in the aggregate in a calendar year during the mining season, as the season is defined by the commissioner;
  - (4) an employee engaged in agriculture;
- (5) an employee employed in connection with the publication of a weekly, semiweekly, or daily newspaper with a circulation of less than 1,000;
- (6) a switchboard operator employed in a public telephone exchange that has fewer than 750 stations;
- (7) an employee in an otherwise exempted employment or proprietor in a retail or service establishment engaged in handling telegraphic, telephone, or radio messages for the public under an agency or contract arrangement with a telegraph or communications company where the telegraph message or communications revenue of the agency does not exceed \$500 a month;

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- (8) an employee employed as a seaman;
- (9) an employee employed in planting or tending trees, cruising, or surveying, or bucking, or felling timber, or in preparing or transporting logs or other forestry products to the mill, processing plant, railroad, or other transportation terminal if the number of employees employed by the employer in the forestry or lumbering operations does not exceed 12;
- (10) an individual employed as an outside buyer of poultry, eggs, cream, or milk in their raw or natural state;
- (11) casual employees as may be liberally defined by regulations of the commissioner;
- (12) an employee of a hospital whose employment includes the provision of medical services;
- (13) work performed by an employee under a flexible work hour plan if the plan is included as part of a collective bargaining agreement;
- (14) work performed by an employee under a voluntary flexible work hour plan if
  - (A) the employee and the employer have signed a written agreement and the written agreement has been filed with the department; and
  - (B) the department has issued a certificate approving the plan that states the work is for 40 hours a week and not more than 10 hours a day; for work over 40 hours a week or 10 hours a day under a flexible work hour plan not included as part of a collective bargaining agreement, compensation at the rate of one and one-half times the regular rate of pay shall be paid for the overtime;
- (15) an individual employed as a line haul truck driver for a trip that exceeds 100 road miles one way if the compensation system under which the truck driver is paid includes overtime pay for work in excess of 40 hours a week or for more than eight hours a day and the compensation system requires a rate of pay comparable to the rate of pay required by this section;
- (16) an individual employed as a community health aide by a local or regional health organization as those terms are defined in AS 18.28.100;

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(17)	work performed by a mechanic primarily engaged in the servicing
of automobiles, lig	ht trucks, and motor homes if the mechanic

- (A) is employed as a flat-rate mechanic by a nonmanufacturing establishment primarily engaged in the business of selling or servicing motor vehicles:
- (B) has signed a written agreement with the employer that specifies the mechanic's flat hourly rate of pay and the automotive manual or manuals on which the flat rate is to be based:
- (C) is compensated for all hours worked in any capacity for that employer up to and including eight hours a day and 40 hours a week at an hourly rate that is not less than the greater of
  - (i) 75 percent of the flat hourly rate of pay agreed <u>on</u> [UPON] by the employer and employee under (B) of this paragraph; or
    - (ii) twice the state minimum wage; and
- (D) is compensated for all hours worked in any capacity for that employer in excess of eight hours a day or 40 hours a week at one and one-half times the rate described in (C) of this paragraph;
- (18) work performed by an employee under a voluntary written agreement addressing the trading of work shifts among employees if
  - (A) the employee is employed by an air carrier subject to subchapter II of the Railway Labor Act (45 U.S.C. 181-188), including employment as a customer service representative;
  - (B) the trading agreement is not a flexible work hour plan entered into under (13) or (14) of this subsection;
  - (C) the trading agreement is filed with the employee's employer; and
  - (D) the trading agreement states that the employee is not entitled to receive overtime for any hours worked by the employee when the employee voluntarily works those hours under a shift trading practice under which the employee has the opportunity, in the same or other work weeks, to reduce hours worked by voluntarily offering a shift for trade or reassignment;

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(19) work performed by a flight crew member employed by an air carrier subject to 45 U.S.C. 181 - 188 (subchapter II of the Railway Labor Act), or an air ambulance flight crew member employed by an air ambulance service provider; in this paragraph,

''air ambulance" has the meaning given in (A) AS 21.61.110;

(B) "air ambulance service provider" has the meaning given in AS 21.61.110;

(C) "flight crew" means the pilot, co-pilot, flight engineer, medical care providers, and flight attendants.

\* **Sec. 3.** AS 23.10.065(b) and 23.10.065(c) are repealed.

\* Sec. 4. The uncodified law of the State of Alaska is amended by adding a new section to read:

APPLICABILITY. AS 23.10.060(d), as amended by sec. 2 of this Act, and the repeal of AS 23.10.065(b) and 23.10.065(c) by sec. 3 of this Act apply to contracts entered into on or after the effective date of this Act.