SENATE BILL 377

Introduced by Bartlett

- 2/12 Introduced
- 2/12 Referred to Labor & Employment Relations
- 2/12 First Reading
- 2/12 Fiscal Note Requested
- 2/15 Fiscal Note Received
- 2/16 Fiscal Note Printed
- 2/20 Hearing
- 2/22 Committee Report--Bill Passed as Amended
- 2/23 2nd Reading Passed
- 2/24 3rd Reading Passed

Transmitted to House

- 3/01 Referred to Business & Economic Development
- 3/01 First Reading
- 3/05 Revised Fiscal Note Requested
- 3/06 Revised Fiscal Note Received
- 3/08 Revised Fiscal Note Printed
- 3/08 Hearing
- 3/08 Tabled in Committee

LC 1261/01

1 STILL NO. 377 2 INTRODUCED BY BILL NO. 377 3 4 A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING AN EMPLOYER 5 TO PROVIDE EMPLOYEE REST PERIODS; PROVIDING CERTAIN 6 EXEMPTIONS; AND AUTHORIZING THE DEPARTMENT OF LABOR AND 7 INDUSTRY TO ADOPT RULES TO PROVIDE LIMITED ADDITIONAL

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EXEMPTIONS."

STATEMENT OF INTENT

It is the intent of the legislature that rest periods be 11 provided to all employees except those exempted by [section 12 13 2) or those exempted by the department of labor and industry. A statement of intent is required for this bill 14 because [section 2] authorizes the department of labor and 15 industry to adopt rules to provide limited exemptions on a 16 case-by-case basis. It is the intent of the legislature that 17 the department narrowly construe the provisions of [section 18 2] in granting additional exemptions. 19

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21 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

NEW SECTION. Section 1. Rest periods for employees - penalty. (1) Except as provided in (section 2), an employer
 shall provide an employee a paid rest period of not less
 than 10 minutes within each continuous 4 hours of work.



1 (2) An employer who fails, neglects, or refuses to 2 provide rest periods as provided in this section after being 3 requested to provide rest periods by an employee or who 4 permits an overseer, superintendent, or agent to violate the 5 provisions of this section shall pay the employee for the 6 rest periods at a rate of not less than 1 1/2 times the 7 hourly rate at which the employee is paid.

8 <u>NEW SECTION.</u> Section 2. Exemptions. (1) [Section 1]
9 does not apply:

(a) in an emergency in which property, life, public
safety, or public health would be endangered;

(b) to a single job site serving the general public
when the employer has fewer than three employees on a shift;
(c) if an employee's total time worked in a day is less
than 4 hours;

16 (d) if providing rest periods pursuant to [section 1]
17 conflicts or interferes with the requirements of any federal
18 law; or

19 (e) to teachers certified by the office of public20 instruction.

21 (2) An employer not exempt from providing rest periods
22 under subsection (1) may apply to the department of labor
23 and industry for an exemption if:

24 (a) the demands of public safety prevent the employer25 from complying; or

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(b) complying with rest periods would be operationally
 impossible for the employer.

3 (3) The department shall adopt rules to implement this4 section.

5 <u>NEW SECTION.</u> Section 3. Codification instruction. 6 [Sections 1 and 2] are intended to be codified as an 7 integral part of Title 39, chapter 2, part 2, and the 8 provisions of Title 39, chapter 2, part 2, apply to 9 (sections 1 and 2).

-End-

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STATE OF MONTANA - FISCAL NOTE Form BD-15 In compliance with a written request, there is hereby submitted a Fiscal Note for <u>SB0377, as introduced</u>.

DESCRIPTION OF PROPOSED LEGISLATION: An act requiring an employer to provide employee rest periods; providing certain exemptions; and authorizing the Department of Labor and Industry to adopt rules to provide limited additional exemptions.

ASSUMPTIONS:

 $\overline{1}$. The Department of Labor and Industry will be able to adopt rules to implement this bill with current staff.

FISCAL IMPACT: No fiscal impact.

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DAVID LEWIS, BUDGET DIRECTOR DATE Office of Budget and Program Planning

SUE BARTLETT, PRIMARY SPONSOR

DATE

Fiscal Note for <u>SB0377, as introduced</u>

STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for SB0377, third reading.

DESCRIPTION OF PROPOSED LEGISLATION: An act requiring an employer to provide employee rest periods; providing certain exemptions; and authorizing the Department of Labor and Industry to adopt rules to provide limited additional exemptions.

ASSUMPTIONS:

- 1. Some employees and employers are likely to disagree over implementation of, length of, and the right to use rest periods. Employee/employer discrepancies over rest periods taken and/or provided are likely not to be documented. Some lack of documentation would complicate the department's investigation and determination of the correct amount of rest time earned by the employee and owed by the employer.
- 2. Initially, it will be necessary to meet with employer/employee groups for input into rule making and rule adoption. This is estimated to take about 5 months. During this time, the department will incur a backlog of both complaints and requests for exemptions.
- 3. During the rule making period and until rules are adopted, employers will be applying for exemptions and a backlog on exemption-processing will arise. DOLI anticipates an on-going workload of applications for exemptions after the backlog is addressed. Investigation Unit Staff will have to prepare for hearings and defend decisions.
- 4. 1.00 FTE Compliance Specialist (Grade 12), at a salary and benefits of \$19,702 (for 75% of FY94) and \$26,750 (FY95), operating costs, and one-time office equipment costs can address this workload.
- 5. Investigations of complaints will be on-going work. Working with 6 compliance specialists (including prevailing wage specialist) each compliance specialist closed an average of 200 cases each year or 17 cases per month. DOLI assumes that on a monthly basis, initially, there will be at least 36 calls a month which will result in at least 18 new cases per month.

FISCAL IMPACT:

		FY '94			<u>FY '95</u>	
<u>Expenditures:</u>	Current Law	Proposed Law	Difference	<u>Current Law</u>	Proposed Law	<u>Difference</u>
FTE	0.00	1.00	1.00	0	1.00	1.00
Personal Services	0	\$19,702	\$19,702	0	\$26,750	\$26,750
Operating Cost	0	\$9,910	\$9,910	0	\$11,146	\$11,146
Equipment	0	<u>\$4,500</u>	<u>\$4,500</u>	0	0	0
Total	0	\$34,112	\$34,112	0	\$37,896	\$37,896
Funding:						
UI Admin Tax	0	\$34,112	\$34,112	0	\$37,896	\$37,896

Revenues: No change in revenues.

DAVID LEWIS, BUDGET DIRECTOR DATE Office of Budget and Program Planning

Bastlist. 3/6

SUE BARTLETT, PRIMARY SPONSOR DATE

Fiscal Note for <u>SB0377, third reading</u>. 5B 377 #2

53rd Legislature

SB 0377/02

APPROVED BY COMMITTEE ON LABOR & EMPLOYMENT RELATIONS

1	SENATE BILL NO. 377	1	(2) An employer who fails, neglects, or refuses to
2	INTRODUCED BY BARTLETT	2	provide rest periods as provided in this section after being
3		3	requested to provide rest periods by an employee or who
4	A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING AN EMPLOYER	4	permits an overseer, superintendent, or agent to violate the
5	TO PROVIDE EMPLOYEE REST PERIODS; PROVIDING CERTAIN	5	provisions of this section shall pay the employee for the
6	EXEMPTIONS; AND AUTHORIZING THE DEPARTMENT OF LABOR AND	6	rest periods at a rate of not less than $1 \frac{1}{2}$ times the
7	INDUSTRY TO ADOPT RULES TO PROVIDE LIMITED ADDITIONAL	7	hourly rate at which the employee is paid.
8	EXEMPTIONS."	8	NEW SECTION. Section 2. Exemptions. (1) [Section 1]
9		9	does not apply:
10	STATEMENT OF INTENT	10	(a) in an emergency in which property, life, public
11	It is the intent of the legislature that rest periods be	11	safety, or public health would be endangered;
12	provided to all employees except those exempted by [section	12	(b) to a single job site serving the general public
13	2] or those exempted by the department of labor and	13	when the employer has fewer than three employees on a shift;
14	industry. A statement of intent is required for this bill	14	(c) if an employee's total time worked in a day is less
15	because [section 2] authorizes the department of labor and	15	than 4 hours;
16	industry to adopt rules to provide limited exemptions on a	16	(d) if providing rest periods pursuant to [section 1]
17	case-by-case basis. It is the intent of the legislature that	17	conflicts or interferes with the requirements of any federal
18	the department narrowly construe the provisions of [section	18	law; or
19	2] in granting additional exemptions.	19	(e) to teachers certified by the office of public
20		20	instruction; OR
21	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	21	(F) IF PROVIDING REST PERIODS PURSUANT TO [SECTION 1]
22	NEW SECTION. Section 1. Rest periods for employees	22	CONFLICTS WITH THE PROVISIONS OF A COLLECTIVE BARGAINING
23	penalty. (1) Except as provided in [section 2], an employer	23	AGREEMENT.
24	shall provide an employee a paid rest period of not less	24	(2) An employer not exempt from providing rest periods
25	than 10 minutes within each continuous 4 hours of work.	25	under subsection (1) may apply to the department of labor

Montana Legislative Council

SB 377 SECOND READING

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and industry for an exemption if:
 (a) the demands of public safety prevent the employer

3 from complying; or

4 (b) complying with rest periods would be operationally5 impossible for the employer.

6 (3) The department shall adopt rules to implement this7 section.

8 <u>NEW SECTION.</u> Section 3. Codification instruction. 9 [Sections 1 and 2] are intended to be codified as an 10 integral part of Title 39, chapter 2, part 2, and the 11 provisions of Title 39, chapter 2, part 2, apply to 12 [sections 1 and 2].

-End-

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SENATE BILL NO. 377

INTRODUCED BY BARTLETT

A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING AN EMPLOYER 4 ENPLOYEE REST PERIODS: PROVIDING CERTAIN 5 TO PROVIDE EXEMPTIONS; AND AUTHORIZING THE DEPARTMENT OF LABOR AND 6 INDUSTRY TO ADOPT RULES TO PROVIDE LIMITED ADDITIONAL 7 EXEMPTIONS." 8

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STATEMENT OF INTENT

It is the intent of the legislature that rest periods be 11 provided to all employees except those exempted by [section 12 2] or those exempted by the department of labor and 13 industry. A statement of intent is required for this bill 14 because [section 2] authorizes the department of labor and 15 industry to adopt rules to provide limited exemptions on a 16 case-by-case basis. It is the intent of the legislature that 17 the department narrowly construe the provisions of [section 18 2] in granting additional exemptions. 19

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 21

NEW SECTION. Section 1. Rest periods for employees --22 penalty. (1) Except as provided in [section 2], an employer 23 shall provide an employee a paid rest period of not less 24 than 10 minutes within each continuous 4 hours of work. 25

1 (2) An employer who fails, neglects, or refuses to 2 provide rest periods as provided in this section after being requested to provide rest periods by an employee or who З permits an overseer, superintendent, or agent to violate the 5 provisions of this section shall pay the employee for the rest periods at a rate of not less than 1 1/2 times the 6 7 hourly rate at which the employee is paid.

NEW SECTION. Section 2. Exemptions. (1) [Section 1] 8 9 does not apply:

10 (a) in an emergency in which property, life, public 11 safety, or public health would be endangered;

(b) to a single job site serving the general public 12 13 when the employer has fewer than three employees on a shift; 14 (c) if an employee's total time worked in a day is less 15 than 4 hours:

16 (d) if providing rest periods pursuant to [section 1] 17 conflicts or interferes with the requirements of any federal 18 law: or

19 (e) to teachers certified by the office of public 20 instruction; OR

21 (F) IF PROVIDING REST PERIODS PURSUANT TO [SECTION 1] 22 CONFLICTS WITH THE PROVISIONS OF A COLLECTIVE BARGAINING 23 AGREEMENT.

24 (2) An employer not exempt from providing rest periods 25 under subsection (1) may apply to the department of labor

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THIRD READING

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1 and industry for an exemption if:

2 (a) the demands of public safety prevent the employer3 from complying; or

4 (b) complying with rest periods would be operationally
5 impossible for the employer.

6 (3) The department shall adopt rules to implement this7 section.

8 <u>NEW SECTION.</u> Section 3. Codification instruction. 9 [Sections 1 and 2] are intended to be codified as an 10 integral part of Title 39, chapter 2, part 2, and the 11 provisions of Title 39, chapter 2, part 2, apply to 12 [sections 1 and 2].

-End-