Minority Report A-Engrossed House Bill 3458

Ordered by the House June 27 Including House Minority Report Amendments dated June 27

Sponsored by nonconcurring members of the House Committee on Rules: Representatives BARRETO, HACK

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Directs employer in specified industries to pay greater of daily or weekly overtime when employee is eligible for both in same [workweek] week. Defines ["workweek"] "week" for purposes of calculating weekly hours worked. Declares that employer satisfies certain overtime laws by paying greater of applicable daily or weekly overtime.

[Prohibits employer from requiring certain employees to work more than 60 hours in one workweek.]

[Requires 10-hour rest period between certain work shifts.]

Creates private cause of action to enforce certain overtime laws. Authorizes court to award costs, disbursements and reasonable attorney fees to prevailing party for violations of certain overtime laws.

A BILL FOR AN ACT

2 Relating to work time limits; amending ORS 652.020, 653.261 and 653.265.

Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 652.020 is amended to read:

652.020. (1)(a) No person shall be employed in any mill, factory or manufacturing establishment in this state more than 10 hours in any one day, or in sawmills, planing mills, shingle mills and logging camps more than eight hours, exclusive of one hour, more or less, in one day or more than 48 hours in one [calendar] week, except logging train crews, guards, boiler operators and persons engaged in the transportation to and from work, and employees when engaged in making necessary repairs, or in the case of emergency where life and property are in imminent danger. However, employees may work overtime not to exceed three hours in one day, conditioned that payment be made for said overtime at the rate of time and one-half the regular wage.

- (b) As used in this section, "week" means any consecutive 168-hour period.
- (c) An employer shall calculate an employee's overtime on a daily basis and on a weekly basis and pay the greater of the two amounts if, during the same week, the employee exceeds the applicable limit for the maximum allowable hours of employment:
 - (A) In one day as described in paragraph (a) of this subsection; and
 - (B) In one week as described in paragraph (a) of this subsection or ORS 653.261 (1).
- (d) An employer that makes an overtime payment to an employee pursuant to paragraph (c) of this subsection satisfies the requirements under paragraph (a) of this subsection and ORS 653.261 (1).
 - (2) No employer shall require or permit any person to work in any place mentioned in this

NOTE: Matter in **boldfaced** type in an amended section is new; matter [italic and bracketed] is existing law to be omitted. New sections are in **boldfaced** type.

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section more than the hours provided for in this section during any day of 24 hours. No employer shall permit or suffer an overseer, superintendent or other agent of the employer to violate this section.

- (3) This section does not apply to persons employed in the care of quarters or livestock, conducting mess halls, superintendence and direction of work, or to the loading and removal of the finished forest product.
- (4) Subsections (1) and (2) of this section do not apply to employees who are represented by a labor organization for purposes of collective bargaining with their employer, provided limits on the required hours of work and overtime payment have been agreed to between the employer and labor organization, or if no agreement is reached, then, for the purposes of this subsection, such limits and payments shall not be deemed to be changed from the previous collective bargaining agreement between the employer and labor organization unless the employees have been locked out, are engaged in a strike or the employer has unilaterally implemented new terms and conditions of employment.
- (5)(a) In addition to any other remedy provided by law, there is hereby created a private cause of action for a violation of subsection (1) of this section for:
 - (A) Actual damages or \$3,000, whichever is greater; and
 - (B) Equitable relief.

(b) In an action brought under this section the court may award to the prevailing party costs, disbursements and reasonable attorney fees.

SECTION 2. ORS 653.261 is amended to read:

653.261. (1)(a) The Commissioner of the Bureau of Labor and Industries may adopt rules prescribing such minimum conditions of employment, excluding minimum wages, in any occupation as may be necessary for the preservation of the health of employees. The rules may include, but are not limited to, minimum meal periods and rest periods, and maximum hours of work, but not less than eight hours per day or 40 hours per week; however, after 40 hours of work in one week overtime may be paid, but in no case at a rate higher than one and one-half times the regular rate of pay of the employees when computed without benefit of commissions, overrides, spiffs and similar benefits.

- (b) As used in this section, "week" means any consecutive 168-hour period.
- (2) Nothing contained in ORS 653.010 to 653.261 shall be construed to confer authority upon the commissioner to regulate the hours of employment of employees engaged in production, harvesting, packing, curing, canning, freezing or drying any variety of agricultural crops, livestock, poultry or fish.
- (3) Rules adopted by the commissioner pursuant to subsection (1) of this section do not apply to individuals employed by this state or a political subdivision or quasi-municipal corporation thereof if other provisions of law or collective bargaining agreements prescribe rules pertaining to conditions of employment referred to in subsection (1) of this section, including meal periods, rest periods, maximum hours of work and overtime.
- (4) Rules adopted by the commissioner pursuant to subsection (1) of this section regarding meal periods and rest periods do not apply to nurses who provide acute care in hospital settings if provisions of collective bargaining agreements entered into by the nurses prescribe rules concerning meal periods and rest periods.
- (5)(a) The commissioner shall adopt rules regarding meal periods for employees who serve food or beverages, receive tips and report the tips to the employer.
 - (b) In rules adopted by the commissioner under paragraph (a) of this subsection, the commis-

- sioner shall permit an employee to waive a meal period. However, an employer may not coerce an employee into waiving a meal period.
- (c) Notwithstanding ORS 653.256 (1), in addition to any other penalty provided by law, the commissioner may assess a civil penalty not to exceed \$2,000 against an employer that the commissioner finds has coerced an employee into waiving a meal period in violation of this subsection. Each violation is a separate and distinct offense. In the case of a continuing violation, each day's continuance is a separate and distinct violation.
- (d) Civil penalties authorized by this subsection shall be imposed in the manner provided in ORS 183.745. All sums collected as penalties under this subsection shall be applied and paid over as provided in ORS 653.256 (4).

SECTION 3. ORS 653.265 is amended to read:

- 653.265. (1) When employed in canneries or driers or packing plants, excluding canneries or driers or packing plants located on farms and primarily processing products produced on such farms, employees shall be paid time and a half for time over 10 hours per day and piece workers shall be paid one and a half the regular prices for all work done during the time they are employed over 10 hours per day.
- (2)(a) An employer shall calculate an employee's overtime on a daily basis and on a weekly basis and pay the greater of the two amounts if, during the same week, the employee:
- (A) Works more than 10 hours in one day as described in subsection (1) of this section; and
- (B) Exceeds the applicable limit for the maximum allowable hours of employment in one week under ORS 653.261 (1).
 - (b) As used in this section, "week" means any consecutive 168-hour period.
- (c) An employer that makes an overtime payment to an employee pursuant to paragraph (a) of this subsection satisfies the requirements under subsection (1) of this section and ORS 653.261 (1).