106TH CONGRESS 1ST SESSION H.R. 1380

To amend the Fair Labor Standards Act of 1938 to provide compensatory time for employees in the private sector.

IN THE HOUSE OF REPRESENTATIVES

April 13, 1999

Mr. BALLENGER (for himself, Mr. GOODLING, Ms. DUNN, Mrs. FOWLER, Mr. STENHOLM, Mrs. ROUKEMA, Mr. DOOLEY of California, Mrs. MYRICK, Mr. SHAYS, Ms. PRYCE of Ohio, Mr. CAMPBELL, Ms. GRANGER, Mrs. NORTHUP, Mr. GREENWOOD, Mrs. CUBIN, Mrs. CHENOWETH, Mr. BARRETT of Nebraska, Mrs. BONO, Mr. BOEHNER, Mrs. BIGGERT, Mr. HOEKSTRA, Mr. MCKEON, Mr. SAM JOHNSON of Texas, Mr. TALENT, Mr. GRAHAM, Mr. NORWOOD, Mr. SCHAFFER, Mr. DEAL of Georgia, Mr. HILLEARY, Mr. KNOLLENBERG, Mr. LATHAM, Mr. CUNNINGHAM, Mr. EHRLICH, Mr. PETERSON of Pennsylvania, Mr. BURR of North Carolina, Mr. MILLER of Florida, Mr. BARTLETT of Maryland, Mr. GOODLATTE, Mr. KOLBE, Mr. HANSEN, Mr. TAYLOR of North Carolina, Mr. COBLE, Mr. WATKINS, MR. RILEY, Mr. WELDON of Florida, Mr. SMITH of Michigan, Mr. SPENCE, and Mr. HASTINGS of Washington) introduced the following bill; which was referred to the Committee on Education and the Workforce

A BILL

- To amend the Fair Labor Standards Act of 1938 to provide compensatory time for employees in the private sector.
- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the "Working Families3 Flexibility Act of 1999".

4 SEC. 2. COMPENSATORY TIME.

5 Section 7 of the Fair Labor Standards Act of 1938
6 (29 U.S.C. 207) is amended by adding at the end the fol7 lowing:

8 "(r) Compensatory Time Off for Private Em9 Ployees.—

10 "(1) GENERAL RULE.—

11 "(A) COMPENSATORY TIME OFF.—An em-12 ployee may receive, in accordance with this sub-13 section and in lieu of monetary overtime com-14 pensation, compensatory time off at a rate not 15 less than one and one-half hours for each hour 16 of employment for which overtime compensation 17 is required by this section.

18 "(B) DEFINITION.—For purposes of this
19 subsection, the term 'employee' does not include
20 an employee of a public agency.

21 "(2) CONDITIONS.—An employer may provide
22 compensatory time to employees under paragraph
23 (1)(A) only if such time is provided in accordance
24 with—

25 "(A) applicable provisions of a collective
26 bargaining agreement between the employer
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1	and the labor organization which has been cer-
2	tified or recognized as the representative of the
3	employees under applicable law, or
4	"(B) in the case of employees who are not
5	represented by a labor organization which has
6	been certified or recognized as the representa-
7	tive of such employees under applicable law, an
8	agreement arrived at between the employer and
9	employee before the performance of the work
10	and affirmed by a written or otherwise
11	verifiable record maintained in accordance with
12	section 11(c)—
13	"(i) in which the employer has offered
14	and the employee has chosen to receive
15	compensatory time in lieu of monetary
16	overtime compensation; and
17	"(ii) entered into knowingly and vol-
18	untarily by such employees and not as a
19	condition of employment.
20	No employee may receive or agree to receive com-
21	pensatory time off under this subsection unless the
22	employee has worked at least 1000 hours for the
23	employee's employer during a period of continuous
24	employment with the employer in the 12 month pe-

1	riod before the date of agreement or receipt of com-
2	pensatory time off.
3	"(3) Hour limit.—
4	"(A) MAXIMUM HOURS.—An employee
5	may accrue not more than 160 hours of com-
6	pensatory time.
7	"(B) Compensation date.—Not later
8	than January 31 of each calendar year, the em-
9	ployee's employer shall provide monetary com-
10	pensation for any unused compensatory time off
11	accrued during the preceding calendar year
12	which was not used prior to December 31 of the
13	preceding year at the rate prescribed by para-
14	graph (6). An employer may designate and
15	communicate to the employer's employees a 12-
16	month period other than the calendar year, in
17	which case such compensation shall be provided
18	not later than 31 days after the end of such 12-
19	month period.
20	"(C) Excess of 80 Hours.—The em-
21	ployer may provide monetary compensation for

ployer may provide monetary compensation for
an employee's unused compensatory time in excess of 80 hours at any time after giving the
employee at least 30 days notice. Such com-

pensation shall be provided at the rate prescribed by paragraph (6).

"(D) POLICY.—Except where a collective bargaining agreement provides otherwise, an employer which has adopted a policy offering compensatory time to employees may discontinue such policy upon giving employees 30 days notice.

"(E) WRITTEN REQUEST.—An employee 9 10 may withdraw an agreement described in para-11 graph (2)(B) at any time. An employee may 12 also request in writing that monetary com-13 pensation be provided, at any time, for all com-14 pensatory time accrued which has not yet been 15 used. Within 30 days of receiving the written 16 request, the employer shall provide the em-17 ployee the monetary compensation due in ac-18 cordance with paragraph (6).

"(4) PRIVATE EMPLOYER ACTIONS.—An employer which provides compensatory time under
paragraph (1) to employees shall not directly or indirectly intimidate, threaten, or coerce or attempt to
intimidate, threaten, or coerce any employee for the
purpose of—

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1	"(A) interfering with such employee's
2	rights under this subsection to request or not
3	request compensatory time off in lieu of pay-
4	ment of monetary overtime compensation for
5	overtime hours; or
6	"(B) requiring any employee to use such
7	compensatory time.
8	"(5) TERMINATION OF EMPLOYMENT.—An em-
9	ployee who has accrued compensatory time off au-
10	thorized to be provided under paragraph (1) shall,
11	upon the voluntary or involuntary termination of
12	employment, be paid for the unused compensatory
13	time in accordance with paragraph (6).
14	"(6) RATE OF COMPENSATION.—
15	"(A) GENERAL RULE.—If compensation is
16	to be paid to an employee for accrued compen-
17	satory time off, such compensation shall be paid
18	at a rate of compensation not less than—
19	"(i) the regular rate received by such
20	employee when the compensatory time was
21	earned, or
22	"(ii) the final regular rate received by
23	such employee,
24	whichever is higher.

1	"(B) Consideration of payment.—Any
2	payment owed to an employee under this sub-
3	section for unused compensatory time shall be
4	considered unpaid overtime compensation.
5	"(7) USE OF TIME.—An employee—
6	"(A) who has accrued compensatory time
7	off authorized to be provided under paragraph
8	(1), and
9	"(B) who has requested the use of such
10	compensatory time,
11	shall be permitted by the employee's employer to use
12	such time within a reasonable period after making
13	the request if the use of the compensatory time does
14	not unduly disrupt the operations of the employer.
15	"(8) DEFINITIONS.—The terms 'overtime com-
16	pensation' and 'compensatory time' shall have the
17	meanings given such terms by subsection $(0)(7)$.".
18	SEC. 3. REMEDIES.
19	Section 16 of the Fair Labor Standards Act of 1938
20	(29 U.S.C. 216) is amended—
21	(1) in subsection (b), by striking "(b) Any em-
22	ployer" and inserting "(b) Except as provided in
23	subsection (f), any employer"; and

24 (2) by adding at the end the following:

1 "(f) An employer which violates section 7(r)(4) shall 2 be liable to the employee affected in the amount of the 3 rate of compensation (determined in accordance with sec-4 tion 7(r)(6)(A) for each hour of compensatory time ac-5 crued by the employee and in an additional equal amount as liquidated damages reduced by the amount of such rate 6 7 of compensation for each hour of compensatory time used 8 by such employee.".

9 SEC. 4. NOTICE TO EMPLOYEES.

10 Not later than 30 days after the date of the enact-11 ment of this Act, the Secretary of Labor shall revise the 12 materials the Secretary provides, under regulations pub-13 lished at 29 C.F.R. 516.4, to employers for purposes of 14 a notice explaining the Fair Labor Standards Act of 1938 15 to employees so that such notice reflects the amendments 16 made to such Act by this Act.

17 SEC. 5. SUNSET.

18 This Act and the amendments made by this Act shall19 expire 5 years after the date of the enactment of this Act.