As Reported by the Senate Ways and Means Committee

134th General Assembly Regular Session 2021-2022

S. B. No. 47

Senators Brenner, Peterson

A BILL

To amend section 4111.03 and to enact section	1
4111.031 of the Revised Code to except traveling	2
to and from a worksite and performing certain	3
routine tasks from the overtime pay requirement.	4

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That section 4111.03 be amended and section	5
4111.031 of the Revised Code be enacted to read as follows:	6
Sec. 4111.03. (A) An Except as provided in section	7
4111.031 of the Revised Code, an employer shall pay an employee	8
for overtime at a wage rate of one and one-half times the	9
employee's wage rate for hours worked in excess of forty hours	10
in one workweek, in the manner and methods provided in and	11
subject to the exemptions of section 7 and section 13 of the	12
"Fair Labor Standards Act of 1938," 52 Stat. 1060, 29 U.S.C.A.	13
207, 213, as amended, and, effective beginning on the effective	14
date of this amendment, sections 2 and 4 of the "Portal to	15
Portal Act of 1947," 29 U.S.C. 252 and 254.	16
Any employee employed in agriculture shall not be covered	17
by the overtime provision of this section.	18
by the overtime provision of this section.	τŪ
A motor carrier may elect to apply the overtime provision	19

overtime is worked.

of this section to an individual who is excluded from the	20
provision under division (D)(3)(i) of this section.	21
(B) If a county employee or township employee elects to	22
take compensatory time off in lieu of overtime pay, for any	23
overtime worked, compensatory time may be granted by the	24
employee's administrative superior, on a time and one-half	25
basis, at a time mutually convenient to the employee and the	26

administrative superior within one hundred eighty days after the

(C) A township appointing authority or a county appointing 29 authority with the exception of the county department of job and 30 family services may, by rule or resolution as is appropriate, 31 indicate the authority's intention not to be bound by division 32 (B) of this section, and to adopt a different policy for the 33 calculation and payment of overtime than that established by 34 that division. Upon adoption, the alternative overtime policy 35 prevails. Prior to the adoption of an alternative overtime 36 policy, a township appointing authority or a county appointing 37 authority with the exception of the county department of job and 38 family services shall give a written notice of the alternative 39 policy to each employee at least ten days prior to its effective 40 date. 41

(D) As used in this section and section 4111.031 of the42<u>Revised Code</u>:43

(1) "Employ" means to suffer or to permit to work.
(2) "Employer" means the state of Ohio, its
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instrumentalities, and its political subdivisions and their
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instrumentalities, any individual, partnership, association,
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corporation, business trust, or any person or group of persons,
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acting in the interest of an employer in relation to an 49 employee, but does not include either of the following: 50

(a) An employer whose annual gross volume of sales made
for business done is less than one hundred fifty thousand
dollars, exclusive of excise taxes at the retail level which are
separately stated;

(b) A franchisor with respect to the franchisor's 55 relationship with a franchisee or an employee of a franchisee, 56 unless the franchisor agrees to assume that role in writing or a 57 court of competent jurisdiction determines that the franchisor 58 exercises a type or degree of control over the franchisee or the 59 franchisee's employees that is not customarily exercised by a 60 franchisor for the purpose of protecting the franchisor's 61 trademark, brand, or both. For purposes of this division, 62 "franchisor" and "franchisee" have the same meanings as in 16 63 C.F.R. 436.1. 64

(3) "Employee" means any individual employed by an employer but does not include:

(a) Any individual employed by the United States;

(b) Any individual employed as a baby-sitter in the
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employer's home, or a live-in companion to a sick, convalescing,
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or elderly person whose principal duties do not include
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housekeeping;
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(c) Any individual engaged in the delivery of newspapers to the consumer;

(d) Any individual employed as an outside salesperson
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compensated by commissions or employed in a bona fide executive,
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administrative, or professional capacity as such terms are
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defined by the "Fair Labor Standards Act of 1938," 52 Stat.
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1060, 29 U.S.C.A. 201, as amended;

(e) Any individual who works or provides personal services
of a charitable nature in a hospital or health institution for
which compensation is not sought or contemplated;
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(f) A member of a police or fire protection agency or student employed on a part-time or seasonal basis by a political subdivision of this state;

(g) Any individual in the employ of a camp or recreational area for children under eighteen years of age and owned and operated by a nonprofit organization or group of organizations described in Section 501(c)(3) of the "Internal Revenue Code of 1954," and exempt from income tax under Section 501(a) of that code;

(h) Any individual employed directly by the house of representatives or directly by the senate;

(i) An individual who operates a vehicle or vessel in the performance of services for or on behalf of a motor carrier transporting property and to whom all of the following factors apply:

(i) The individual owns the vehicle or vessel that is used 97 in performing the services for or on behalf of the carrier, or 98 the individual leases the vehicle or vessel under a bona fide 99 lease agreement that is not a temporary replacement lease 100 agreement. For purposes of this division, a bona fide lease 101 agreement does not include an agreement between the individual 102 and the motor carrier transporting property for which, or on 103 whose behalf, the individual provides services. 104

(ii) The individual is responsible for supplying thenecessary personal services to operate the vehicle or vessel106

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used to provide the service.

(iii) The compensation paid to the individual is based on
factors related to work performed, including on a mileage-based
rate or a percentage of any schedule of rates, and not solely on
the basis of the hours or time expended.

(iv) The individual substantially controls the means and
manner of performing the services, in conformance with
regulatory requirements and specifications of the shipper.

(v) The individual enters into a written contract with the
carrier for whom the individual is performing the services that
describes the relationship between the individual and the
carrier to be that of an independent contractor and not that of
an employee.

(vi) The individual is responsible for substantially all
of the principal operating costs of the vehicle or vessel and
equipment used to provide the services, including maintenance,
fuel, repairs, supplies, vehicle or vessel insurance, and
personal expenses, except that the individual may be paid by the
carrier the carrier's fuel surcharge and incidental costs,
including tolls, permits, and lumper fees.

(vii) The individual is responsible for any economic loss 127 or economic gain from the arrangement with the carrier. 128

(4) "Motor carrier" has the same meaning as in section4923.01 of the Revised Code.130

Sec. 4111.031. (A) (1) Except as provided in division (B)131of this section, an employer is not required to pay the overtime132wage rate under section 4111.03 of the Revised Code to an133employee for any time that the employee spends performing any of134the following activities:135

(a) Walking, riding, or traveling to and from the actual	136
place of performance of the principal activity or activities	137
that the employee is employed to perform;	138
(b) Activities that are preliminary to or postliminary to	139
the principal activity or activities;	140
the principal activity of activities,	140
(c) Activities requiring insubstantial or insignificant	141
periods of time beyond the employee's scheduled working hours.	142
(2) Division (A)(1) of this section applies to an activity	143
described in that division that occurs either prior to the time	144
on any particular workday at which the employee commences, or	145
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subsequent to the time on any particular workday at which the	-
employee ceases, such principal activity or activities.	147
(B) Division (A) of this section does not apply if an	148
employee engages in an activity described in division (A)(1)(b)	149
of this section under either of the following circumstances:	150
(1) The employee performs the activity during the regular_	151
work day or during prescribed hours.	152
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(2) The employee performs the activity at the specific	153
direction of the employer.	154
Section 2. That existing section 4111.03 of the Revised	155
Code is hereby repealed.	156
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