104TH CONGRESS 1ST SESSION

S. 1129

To amend the Fair Labor Standards Act of 1938 to permit employers to provide for flexible and compressed schedules, to permit employers to give priority treatment in hiring decisions to former employees after periods of family care responsibility, to maintain the minimum wage and overtime exemption for employees subject to certain leave policies, and for other purposes.

IN THE SENATE OF THE UNITED STATES

AUGUST 7 (legislative day, JULY 10), 1995 Mr. ASHCROFT introduced the following bill; which was read twice and referred to the Committee on Labor and Human Resources

A BILL

To amend the Fair Labor Standards Act of 1938 to permit employers to provide for flexible and compressed schedules, to permit employers to give priority treatment in hiring decisions to former employees after periods of family care responsibility, to maintain the minimum wage and overtime exemption for employees subject to certain leave policies, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

2 1 SECTION 1. SHORT TITLE. 2 This Act may be cited as the "Work and Family Integration Act". 4 SEC. 2. FLEXIBLE AND COMPRESSED SCHEDULES AND RE5 HIRING PREFERENCE. 6 The Fair Labor Standards Act of 1938 is amended 7 by inserting after section 13 (29 U.S.C. 213) the following

- 9 "SEC. 13A. FLEXIBLE AND COMPRESSED SCHEDULES.
- 10 "(a) Purpose.—The purpose of this section is to bal-11 ance the demands of workplaces with the needs of families
- 12 in the United States.

new sections:

- 13 "(b) Compressed Schedules.—
- "(1) IN GENERAL.—Notwithstanding any other provision of law, an employer may establish programs that allow the use of a compressed schedule that consists of—
- "(A) in the case of a schedule of a fulltime employee, a 160-hour basic work requirement, over a 4-week period, that is scheduled for less than 20 workdays; and
 - "(B) in the case of a schedule of a parttime employee, a basic work requirement of less than 160 hours, over a 4-week period, that is scheduled for less than 20 workdays.

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1	"(2) Overtime compensation provisions.—
2	Section 7 and any other provision of law that relates
3	to premium pay for overtime work shall not apply to
4	the hours that constitute such a compressed sched-
5	ule.
6	"(3) Computation of overtime.—In the case
7	of any full-time employee, hours worked in excess of
8	such a compressed schedule shall be overtime hours
9	and shall be paid for as provided by the applicable
10	provisions referred to in paragraph (2). In the case
11	of any part-time employee on such a compressed
12	schedule, overtime pay shall begin to be paid after
13	the same number of hours of work after which a
14	full-time employee on a similar schedule would begin
15	to receive overtime pay.
16	"(c) Flexible Schedules.—
17	"(1) IN GENERAL.—Notwithstanding any other
18	provision of law, an employer may establish pro-
19	grams that allow the use of flexible schedules that
20	include—
21	"(A) designated hours and days during
22	which an employee on such a schedule must be
23	present for work; and

 $\lq\lq(B)$ designated hours during which an

employee on such a schedule may elect the time

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of the arrival of such employee at and depar-1 2 ture of such employee from work, solely for such purpose or, if and to the extent permitted, 3 4 for the purpose of accumulating credit hours to reduce the length of the workweek or another 5 workday. 6 "(2) OVERTIME COMPENSATION PROVISIONS.— 7 For purposes of determining compensation for over-8 9

- time hours in the case of an employee participating in a program under this subsection—
 - "(A) the employer may, on request of the employee, grant the employee compensatory time off in lieu of payment for such overtime hours, whether or not irregular or occasional in nature and notwithstanding section 7 or any other provision of law; or
 - "(B) the employee shall be compensated for such overtime hours in accordance with such provisions, as applicable.
- "(3) Computation of overtime.—Notwithstanding the provisions of law referred to in paragraph (2)(A), an employee shall not be entitled to be compensated for credit hours worked except to the extent such employee is allowed to have such hours

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1	taken into account with respect to the basic work re-
2	quirement of the employee.
3	"(4) ACCUMULATION AND COMPENSATION.—
4	"(A) ACCUMULATION.—A full-time em-
5	ployee on a flexible schedule under this sub-
6	section can accumulate not more than 48 credit
7	hours, and a part-time employee can accumu-
8	late not more than $\frac{1}{4}$ of the hours in the basic
9	work requirement, over a 4-week period, of the
10	employee, for carryover from a 4-week period to
11	a succeeding 4-week period for credit to the
12	basic work requirement for such period.
13	"(B) Compensation.—Any employee who
14	is on a flexible schedule program under this
15	subsection and who is no longer subject to such
16	a program shall be paid at the then current
17	rate of basic pay of the employee for-
18	"(i) in the case of a full-time em-
19	ployee, not more than 48 credit hours ac-
20	cumulated by such employee; or
21	"(ii) in the case of a part-time em-
22	ployee, the number of credit hours (not in
23	excess of $\frac{1}{4}$ of the hours in the basic work
24	requirement, over a 4-week period, of the
25	employee) accumulated by such employee.

"(d) Participation.—

"(1) IN GENERAL.—Except as provided in paragraph (3), no employee may be required to participate in a program described in this section.

"(2) Prohibition of Coercion.—

"(A) An employer may not directly or indirectly intimidate, threaten, or coerce, or attempt to intimidate, threaten, or coerce, any employee for the purpose of interfering with such employee's rights under this section to elect a time of arrival or departure, to elect or not to elect to work a compressed work schedule, to work or not to work credit hours, or to request or not to request compensatory time off in lieu of payment for overtime hours.

"(B) For the purpose of subsection (A), the term 'intimidate, threaten, or coerce' includes, but is not limited to, promising to confer or conferring any benefit (such as appointment, promotion, or compensation), or effecting or threatening to effect any reprisal (such as deprivation of appointment, promotion, or compensation)."

"(3) COLLECTIVE BARGAINING AGREEMENT.—
In a case in which a valid collective bargaining

- agreement exists, an employee may only be required to participate in such a program in accordance with the agreement.
- 4 "(e) Application of Programs in the Case of Collective Bargaining Agreements.
 - of employees in a unit represented by an exclusive representative, any flexible or compressed schedule described in subsection (b) or (c), respectively, and the establishment and termination of any such schedule, shall be subject to the provisions of this section and the terms of a collective bargaining agreement between the employer and the exclusive representative.
 - "(2) Inclusion of employees.—Employees within a unit represented by an exclusive representative shall not be included within any program under this section except to the extent expressly provided under a collective bargaining agreement between the employer and the exclusive representative.
 - "(3) COLLECTIVE BARGAINING AGREEMENTS.—
 Nothing in this section shall be construed to diminish the obligation of an employer to comply with any collective bargaining agreement or any employment benefits program or plan that provides lesser or

greater rights to employees than the benefits established under this section.

"(f) Definitions.—

- "(1) Basic work requirement means the number of hours, excluding overtime hours, that an employee is required to work or is required to account for by leave or otherwise.
- "(2) Collective Bargaining.—The term 'collective bargaining' means the performance of the mutual obligation of the representative of an employer and the exclusive representative of employees in an appropriate unit to meet at reasonable times and to consult and bargain in a good-faith effort to reach agreement with respect to the conditions of employment affecting such employees and to execute, if requested by either party, a written document incorporating any collective bargaining agreement reached, but the obligation referred to in this paragraph does not compel either party to agree to a proposal or to make a concession.
- "(3) COLLECTIVE BARGAINING AGREEMENT.—
 The term 'collective bargaining agreement' means an agreement entered into as a result of collective bargaining.

1	"(4) Credit hours.—The term 'credit hours'
2	means any hours, within a flexible schedule estab-
3	lished under subsection (c), that are in excess of the
4	basic work requirement of an employee and that the
5	employee elects to work so as to vary the length of
6	a workweek or a workday.
7	"(5) Employee.—The term 'employee' means
8	an employee, as defined in section 3, except that the
9	term shall not include an employee, as defined in
10	section 6121(2) of title 5, United States Code.
11	"(6) Employer.—The term 'employer' means
12	an employer, as defined in section 3, except that the
13	term shall not include any person acting in relation
14	to an employee, as defined in section 6121(2) of title
15	5, United States Code.
16	"(7) Exclusive representative.—The term
17	'exclusive representative' means any labor organiza-
18	tion that—
19	"(A) is certified as the exclusive represent-
20	ative of employees in an appropriate unit pursu-
21	ant to Federal law; or
22	"(B) was recognized by an employer imme-
23	diately before the date of enactment of this sec-
24	tion as the exclusive representative of employees

in an appropriate unit—

1	"(i) on the basis of an election; or
2	"(ii) on any basis other than an elec-
3	tion;
4	and continues to be so recognized.
5	"(8) Overtime hours.—The term overtime
6	hours'—
7	"(A) when used with respect to flexible
8	schedule programs under subsection (c), means
9	all hours in excess of 8 hours in a day or 40
10	hours in a week that are officially ordered in
11	advance, but does not include credit hours; and
12	"(B) when used with respect to compressed
13	schedule programs under subsection (b), means
14	any hours in excess of the specified hours that
15	constitute the compressed schedule.
16	"SEC. 13B. PRIORITY REHIRING.
17	"(a) Priority.—
18	"(1) IN GENERAL.—Notwithstanding the Civil
19	Rights Act of 1964 (42 U.S.C. 2000e et seq.), the
20	Age Discrimination in Employment Act of 1967 (29
21	U.S.C. 621 et seq.), or any other provision of law,
22	if an employee of an employer takes a period of not
23	more than 5 years to care for a son, daughter or
24	parent of the employee, the employer may give prior-

- ity treatment to the former employee in a hiring decision after the family care period.
- "(2) No basis for violation or action.— 3 Notwithstanding any other provision of law, priority 5 treatment to a former employee as described in paragraph (1)(B) that is provided by an employer in 6 7 a manner consistent with this section shall not constitute a violation by the employer of, or serve as a 8 9 basis for an action against an employer by another individual under, the Civil Rights Act of 1964, the 10 Age Discrimination in Employment Act of 1967, or 11
- 13 "(b) RELATIONSHIP TO LEAVE.—Nothing in this sec-14 tion shall be construed to affect any leave benefit available 15 under other law.

any other provision of law.

- "(c) Effect on Benefits.—Nothing in this sectionshall be construed to entitle any rehired employee to—
- "(1) the accrual of any seniority or employmentbenefits during any family care period; or
- "(2) any right, benefit, or position of employment other than any right, benefit, or position to which the employee was entitled prior to taking the family care period.
- 24 "(d) Periodic Reports.—Nothing in this section 25 shall be construed to prohibit an employer from requiring

- 1 a former employee to report periodically to the employer
- 2 on the status and intention of the former employee to
- 3 apply for reemployment with the employer.
- 4 "(e) Collective Bargaining Agreements.—
- Nothing in this section shall be construed to diminish the
- 6 obligation of an employer to comply with any collective
- 7 bargaining agreement or any employment benefits pro-
- 8 gram or plan that provides lesser or greater rights to em-
- 9 ployees than the benefits established under this section.
- 10 "(f) Definitions.—As used in this section:
- 11 "(1) EMPLOYMENT BENEFITS.—The term 'em-
- ployment benefits' means all benefits provided or
- made available to employees by an employer, includ-
- ing group life insurance, health insurance, disability
- insurance, sick leave, annual leave, educational bene-
- 16 fits, and pensions, regardless of whether such bene-
- fits are provided by a practice or written policy of
- an employer or through an 'employee benefit plan',
- as defined in section 3(3) of the Employee Retire-
- 20 ment Income Security Act of 1974 (29 U.S.C.
- 21 1002(3)).
- 22 "(2) Family care period.—The term 'family
- care period' means a period of not more than 5
- years during which an individual who was an em-

1	ployee cares for a son, daughter, or parent of the
2	employee, as described in subsection (a)(1).
3	"(3) Former employee.—The term former
4	employee' means an individual who—
5	"(A) was an employee; and
6	"(B) is taking a family care period.
7	"(4) PARENT.—The term 'parent' means the
8	biological parent of an employee or an individual
9	who stood in loco parentis to an employee when the
10	employee was under 18 years of age.
11	"(5) Rehired employee.—The term 'rehired
12	employee' means an individual who—
13	"(A) was the employee of an employer; and
14	"(B) has been rehired by the employer
15	after taking a family care period.
16	"(6) Son or daughter.—The term 'son or
17	daughter' means a biological, adopted, or foster
18	child, a stepchild, a legal ward, or a child of a per-
19	son standing in loco parentis, who is—
20	"(A) under 6 years of age; or
21	"(B) 6 years of age or older and incapable
22	of self-care because of a mental or physical dis-
23	ability.
24	"(g) EFFECTIVE DATES.—This section shall take ef-
25	fect 6 months after the date of enactment of this section.".

1 SEC. 3. FAIR LABOR STANDARDS EXEMPTIONS.

2	(a) Employees Subject to Certain Leave Poli-
3	CIES.—Section 13(a)(1) of the Fair Labor Standards Act
4	of 1938 (29 U.S.C. 213(a)(1)) is amended by inserting
5	before the semicolon at the end thereof the following: ",
6	regardless of whether or not such executive, administra-
7	tive, professional, or outside sales employee—
8	"(A) is subject to reductions—
9	"(i) in accrued leave of any type; or
10	"(ii) in pay because of an absence of
11	the employee and because—
12	"(I) the accrued leave of the em-
13	ployee was exhausted, or
14	"(II) the employee chose to be
15	absent without charging the accrued
16	leave of the employee,
17	regardless of the length of the leave or absence
18	for which the reductions are to be made, or
19	"(B) is subject to employer management
20	policies or practices with respect to—
21	"(i) the recording of hours worked,
22	''(ii) the establishment of regular
23	working hours,
24	"(iii) compensation of any type (irre-
25	spective of the amount or method of deter-

1	mination) that is above the salaried level
2	for a work week or work period, and
3	"(iv) suspension from work without
4	pay for disciplinary purposes".
5	(b) Effective Date.—The amendment made by
6	subsection (a) shall apply to an employee (described in
7	such amendment) before, on, and after the date of enact-
8	ment of this Act unless—
9	(1) an action was brought in a court involving
10	the application of section $13(a)(1)$ of the Fair Labor
11	Standards Act of 1938 (29 U.S.C. 213(a)(1)) to the
12	employee; and
13	(2) a final judgment has been entered in the ac-
14	tion on or before the date of enactment of this Act.
15	SEC. 4. CONFORMING AMENDMENT TO TITLE 5, UNITED
16	STATES CODE.
17	Section 6121(5) of title 5, United States Code, is
18	amended to read as follows:
19	"(5) 'compressed schedule' means—
20	"(A) in the case of a schedule of a full-
21	time employee, a 160-hour basic work require-
22	ment, over a 4-week period, that is scheduled
23	for less than 20 workdays, and
24	"(B) in the case of a schedule of a part-
25	time employee, a basic work requirement, over

1 a 4-week period, of less than 160 hours, that is 2 scheduled for less than 20 workdays;".

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