

AMENDED IN SENATE FEBRUARY 14, 2009

CALIFORNIA LEGISLATURE—2009—10 SECOND EXTRAORDINARY SESSION

SENATE BILL

No. 5

Introduced by Senator ~~Ducheny~~ Cogdill

February 11, 2009

~~An act relating to the Budget Act of 2008.~~ *An act to amend Section 511 of the Labor Code, relating to employment.*

LEGISLATIVE COUNSEL'S DIGEST

SB 5, as amended, ~~Ducheny~~ Cogdill. ~~Budget Act of 2008~~
Employment: alternative workweek schedules.

Existing law authorizes an employer to propose an alternative workweek schedule, as defined, that may be either a single, standard work schedule or part of a menu of work schedule options offered to the employees. Under existing law, approval by secret ballot election of at least $\frac{2}{3}$ of the affected employees in a work unit is required for adoption of an alternative workweek schedule.

This bill would define "work unit" for purposes of these provisions and would authorize inclusion of a regular schedule of 8-hour days in the menu of work schedule options, with specified overtime compensation. The bill would authorize employees, with the consent of their employer, to move on a weekly basis from one work schedule to another on the adopted menu of work schedule options.

~~This bill would express the intent of the Legislature to enact statutory changes relating to the Budget Act of 2008.~~

Vote: majority. Appropriation: no. Fiscal committee: no.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 511 of the Labor Code is amended to
2 read:

3 511. (a) Upon the proposal of an employer, the employees of
4 an employer may adopt a regularly scheduled alternative workweek
5 that authorizes work by the affected employees for no longer than
6 10 hours per day within a 40-hour workweek without the payment
7 to the affected employees of an overtime rate of compensation
8 pursuant to this section. A proposal to adopt an alternative
9 workweek schedule shall be deemed adopted only if it receives
10 approval in a secret ballot election by at least two-thirds of affected
11 employees in a *readily identifiable* work unit. The regularly
12 scheduled alternative workweek proposed by an employer for
13 adoption by employees may be a single work schedule that would
14 become the standard schedule for workers in the work unit, or a
15 menu of work schedule options, from which each employee in the
16 unit would be entitled to choose. *Notwithstanding subdivision (c)*
17 *of Section 500, the menu of work schedule options may include a*
18 *regular schedule of eight-hour days that are compensated in*
19 *accordance with subdivision (a) of Section 510. Employees who*
20 *adopt a menu of work schedule options may, with employer*
21 *consent, move from one schedule option to another on a weekly*
22 *basis.*

23 (b) An affected employee working longer than eight hours but
24 not more than 12 hours in a day pursuant to an alternative
25 workweek schedule adopted pursuant to this section shall be paid
26 an overtime rate of compensation of no less than one and one-half
27 times the regular rate of pay of the employee for any work in excess
28 of the regularly scheduled hours established by the alternative
29 workweek agreement and for any work in excess of 40 hours per
30 week. An overtime rate of compensation of no less than double
31 the regular rate of pay of the employee shall be paid for any work
32 in excess of 12 hours per day and for any work in excess of eight
33 hours on those days worked beyond the regularly scheduled
34 workdays established by the alternative workweek agreement.
35 Nothing in this section requires an employer to combine more than
36 one rate of overtime compensation in order to calculate the amount
37 to be paid to an employee for any hour of overtime work.

(c) An employer shall not reduce an employee's regular rate of hourly pay as a result of the adoption, repeal, or nullification of an alternative workweek schedule.

(d) An employer shall make a reasonable effort to find a work schedule not to exceed eight hours in a workday, in order to accommodate any affected employee who was eligible to vote in an election authorized by this section and who is unable to work the alternative schedule hours established as the result of that election. An employer shall be permitted to provide a work schedule not to exceed eight hours in a workday to accommodate any employee who was hired after the date of the election and who is unable to work the alternative schedule established as the result of that election. An employer shall explore any available reasonable alternative means of accommodating the religious belief or observance of an affected employee that conflicts with an adopted alternative workweek schedule, in the manner provided by subdivision (j) of Section 12940 of the Government Code.

(e) The results of any election conducted pursuant to this section shall be reported by an employer to the Division of Labor Statistics and Research within 30 days after the results are final.

(f) Any type of alternative workweek schedule that is authorized by this code and that was in effect on January 1, 2000, may be repealed by the affected employees pursuant to this section. Any alternative workweek schedule that was adopted pursuant to Wage Order ~~Numbers~~ *Number* 1, 4, 5, 7, or 9 of the Industrial Welfare Commission is null and void, except for an alternative workweek providing for a regular schedule of no more than 10 hours' work in a workday that was adopted by a two-thirds vote of affected employees in a secret ballot election pursuant to wage orders of the Industrial Welfare Commission in effect prior to 1998. This subdivision does not apply to exemptions authorized pursuant to Section 515.

(g) Notwithstanding subdivision (f), an alternative workweek schedule in the health care industry adopted by a two-thirds vote of affected employees in a secret ballot election pursuant to Wage ~~Orders~~ *Order Numbers* 4 and 5 in effect prior to 1998 that provided for workdays exceeding 10 hours but not exceeding 12 hours in a day without the payment of overtime compensation shall be valid until July 1, 2000. An employer in the health care industry shall make a reasonable effort to accommodate any employee in the

1 health care industry who is unable to work the alternative schedule
2 established as the result of a valid election held in accordance with
3 provisions of Wage Orders Order Number 4 or 5 that were in effect
4 prior to 1998.

5 (h) Notwithstanding subdivision (f), if an employee is
6 voluntarily working an alternative workweek schedule providing
7 for a regular work schedule of not more than 10 ~~hours~~ hours' work
8 in a workday as of July 1, 1999, an employee may continue to
9 work that alternative workweek schedule without the entitlement
10 of the payment of daily overtime compensation for the hours
11 provided in that schedule if the employer approves a written request
12 of the employee to work that schedule.

13 (i) *For purposes of this section, "work unit" includes a division,*
14 *a department, a job classification, a shift, a separate physical*
15 *location, or a recognized subdivision thereof. A work unit may*
16 *consist of an individual employee as long as the criteria for an*
17 *identifiable work unit in this section is met.*

18 ~~SECTION 1. It is the intent of the Legislature to enact statutory~~
19 ~~changes relating to the Budget Act of 2008.~~