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IN THE SENATE

SENATE BILL NO. 1061

BY STATE AFFAIRS COMMITTEE

AN ACT RELATING TO PERSONNEL; AMENDING SECTION 59-1607, IDAHO CODE, TO PROVIDE 2 THAT ELECTED OFFICIALS SHALL BE INELIGIBLE FOR OVERTIME AND TO MAKE 3 TECHNICAL CORRECTIONS; AMENDING SECTION 67-5303, IDAHO CODE, TO REVISE 4 5 A PROVISION REGARDING NONCLASSIFIED EMPLOYEES AND TO MAKE TECHNICAL CORRECTIONS; AND AMENDING SECTION 67-5328, IDAHO CODE, TO PROVIDE THAT 6 ELECTED OFFICIALS SHALL BE INELIGIBLE FOR OVERTIME, TO PROVIDE THAT 7 CERTAIN EMPLOYEES SHALL BE ELIGIBLE FOR OVERTIME, TO PROVIDE THAT CER-8 TAIN EMPLOYEES SHALL BE INELIGIBLE FOR OVERTIME AND TO MAKE TECHNICAL 9 10 CORRECTIONS.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 59-1607, Idaho Code, be, and the same is hereby amended to read as follows:

- 59-1607. HOURS OF WORK AND OVERTIME. (1) It is the policy of the legislature of the state of Idaho that all classified and nonclassified officers and employees of the executive branch of state government shall be treated substantially similar with reference to hours of employment, holidays and vacation leave, except as provided in this chapter. For wage, hour and working conditions, the supreme court and the legislative council shall prescribe rules for employees of the judicial branch and the legislative branch, respectively. The policy of this state shall not restrict the extension of regular work hour schedules on an overtime basis, which shall be the same for classified and nonclassified employees, in those activities and duties where such extension is necessary and authorized by the appointing authority.
- (2) The appointing authority of any department shall determine the necessity for overtime work and shall provide for cash compensation or compensatory time off for such overtime work for eligible classified and nonclassified officers and employees.
- Classified and nonclassified officers and employees who fall within one (1) or more of the following categories Elected officials are ineligible for cash compensation or compensatory time for overtime work+
 - (a) Elected officials; or
 - (b) Those included in the definition of section 67-5303(j), Idaho Code.
- (4) Classified and nonclassified employees who are designated as executive, as provided in section 67-5302, Idaho Code, and who are not included in the definition of subsection (3) of this section, shall be ineligible for compensatory time or cash compensation for overtime work. Such salaried employees shall report absences in excess of one-half (1/2) day. Unused compensatory time balances in excess of two hundred forty (240) hours as of the date of enactment of this act shall be forfeited on December 31, 2008. Unused compensatory time balances of two hundred forty (240) hours or less

shall be forfeited on December 31, 2006. Employees who become executives within their current agency as set forth in section 67-5302(12), Idaho Code, shall have twelve (12) months from the date of this act or of appointment, whichever is later, to use any compensatory time balance. After twelve (12) months, any remaining compensatory time will be forfeited. Compensatory time is not transferable, and shall be forfeited at the time of transfer to another appointing authority or upon separation from state service.

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- (5) Classified and nonclassified officers and employees who are designated as administrative or professional as provided in the federal fair labor standards act, or who are designated as exempt under any other complete exemption in federal law, and who are not included in the definition of subsection (3) of this section, shall be ineligible for cash compensation for overtime work unless cash payment is authorized by the state board of examiners for overtime accumulated during unusual or emergency situations, but such classified and nonclassified officers and employees shall be allowed compensatory time off from duty for overtime work. Such compensatory time shall be earned and allowed on a one (1) hour for one (1) hour basis, shall not be transferable, and shall be forfeited at the time of transfer to another appointing authority or upon separation from state service. Compensatory time may be accrued and accumulated up to a maximum of two hundred forty (240) hours. Effective with the first pay period in $July_T$ 2008 (beginning date June 15, 2008), compensatory time balances in excess of two hundred forty (240) hours will not continue to accrue until the balance is below the maximum. After the last pay period in June, 2009 (ending date June 13, 2009), balances in excess of two hundred forty (240) hours shall be forfeited.
- (6) Classified and nonclassified officers and employees who are not designated as executive, administrative or professional as provided in this section, and who are not included in the definition of subsection (3) of this section, or who are not designated as exempt under any other complete exemption in federal law, shall be eligible for cash compensation or compensatory time off from duty for overtime work, subject to the restrictions of applicable federal law. Compensatory time off may be provided in lieu of cash compensation at the discretion of the appointing authority after consultation, in advance, with the employee. Compensatory time off shall be paid at the rate of one and one-half (1 1/2) hours for each overtime hour worked. Compensatory time off which that has been earned during any one-half (1/2) fiscal year, but not taken by the end of the succeeding one-half (1/2)fiscal year, shall be paid in cash on the first payroll following the close of such succeeding one-half (1/2) fiscal year. Compensatory time not taken at the time of transfer to another appointing authority or upon separation from state service shall be liquidated at the time of such transfer or separation by payment in cash.
- (7) Notwithstanding the provisions of this section, employees may be paid for overtime work during a disaster or emergency, with the approval of the board of examiners.
- SECTION 2. That Section 67-5303, Idaho Code, be, and the same is hereby amended to read as follows:
- 67-5303. APPLICATION TO STATE EMPLOYEES. All departments of the state of Idaho and all employees in such departments, except those employees

specifically defined as nonclassified, shall be classified employees, who are subject to this chapter and to the system of personnel administration which it prescribes. Nonclassified employees shall be:

- (a) Members of the state legislature and all other officers of the state of Idaho elected by popular vote, and persons appointed to fill vacancies in elective offices, and employees of the state legislature.
- (b) Members of statutory boards and commissions and heads of departments appointed by and serving at the pleasure of the governor, deputy directors appointed by the director and members of advisory boards and councils appointed by the departments.
- (c) All employees and officers in the office, and at the residence, of the governor; and all employees and officers in the offices of the lieutenant governor, secretary of state, attorney general, state treasurer, state controller, and state superintendent of public instruction who are appointed on and after the effective date of this chapter.
- (d) Except as otherwise provided by law, not more than one (1) declared position for each board or commission and/or head of a participating department, in addition to those declared to be nonclassified by other provisions of law.
- (e) Part-time professional consultants who are paid on a fee basis for any form of legal, medical or other professional service, and who are not engaged in the performance of administrative duties for the state.
 - (f) Judges, temporary referees, receivers and jurors.
- (g) All employees of the Idaho supreme court, Idaho court of appeals and district courts.
 - (h) All employees of the Idaho state bar.

- (i) Assistant attorneys general attached to the office of the attorney general.
- (j) Officers, members of the teaching staffs and the professional staff of "state educational institutions" that include the university of Idaho, Boise state university, Lewis-Clark state college, Idaho state university and eastern Idaho technical college, the professional staff of the Idaho department of education administered by the board of regents and the Idaho state board of education, and the professional staffs of the Idaho division of career technical education and vocational rehabilitation administered, and the professional staff of Idaho public television, all of which are governed by the Idaho state board for career technical of education. "Teaching staff" includes teachers, coaches, resident directors, librarians and those principally engaged in academic research. The word "officer" means presidents, vice presidents, deans, directors, or employees in positions designated by the Idaho state board of education who receive an annual salary of not less than step "A" of the pay grade equivalent the equivalent to three hundred fifty-five seventy-three (355373) Hay points in the state compensation schedule. An nonclassified employee who is has been designated as an "officer" by a state educational institution as a nonclassified employee on July 51, 19912017, but does not meet the requirements of this subsection, may make a one (1) time irrevocable election to remain nonclassified. Such an election must be made not later than August 21, 19912017. When such positions become vacant, these positions will be reviewed and designated as either classified or nonclassified in accordance with this subsection.

- (k) Employees of the military division.
- (1) Patients, inmates or students employed in a state institution.
- (m) Persons employed in positions established under federal grants, which, by law, restrict employment eligibility to specific individuals or groups on the basis of nonmerit selection requirements. Such employees shall be termed "project exempt" and the tenure of their employment shall be limited to the length of the project grant, or twenty-four (24) months, or four thousand one hundred sixty (4,160) hours of credited state service, whichever is of the shortest duration. No person hired on a project-exempt appointment shall be employed in any position allocated to the classified service.
 - (n) Temporary employees.

- (o) All employees and officers of the following named commodity commissions, and all employees and officers of any commodity commission created hereafter: the Idaho potato commission, as provided in chapter 12, title 22, Idaho Code; the Idaho honey commission, as provided in chapter 28, title 22, Idaho Code; the Idaho bean commission, as provided in chapter 29, title 22, Idaho Code; the Idaho hop grower's commission, as provided in chapter 31, title 22, Idaho Code; the Idaho wheat commission, as provided in chapter 33, title 22, Idaho Code; the Idaho pea and lentil commission, as provided in chapter 35, title 22, Idaho Code; the Idaho apple commission, as provided in chapter 36, title 22, Idaho Code; the Idaho cherry commission, as provided in chapter 37, title 22, Idaho Code; the Idaho mint grower's commission, as provided in chapter 38, title 22, Idaho Code; the Idaho sheep and goat health board, as provided in chapter 1, title 25, Idaho Code; the state brand inspector, and all district supervisors, as provided in chapter 11, title 25, Idaho Code; the Idaho beef council, as provided in chapter 29, title 25, Idaho Code; and the Idaho dairy products commission, as provided in chapter 31, title 25, Idaho Code.
- (p) All inspectors of the fresh fruit and vegetable inspection service of the Idaho department of agriculture, except those positions involved in the management of the program.
- $\mbox{\ensuremath{(q)}}$ All employees of correctional industries within the department of correction.
- (r) All deputy administrators and wardens employed by the department of correction. Deputy administrators are defined as only the deputy administrators working directly for the nonclassified division administrators under the director of the department of correction.
- (s) All public information positions, with the exception of secretarial positions, in any department.
 - (t) Any division administrator.
- (u) Any regional administrator or division administrator in the department of environmental quality.
- (v) All employees of the division of financial management, all employees of the $\frac{\text{STEM}}{\text{STEM}}$ action center, all employees of the office of species conservation, all employees of the office of drug policy and all employees of the office of energy resources.
 - (w) All employees of the Idaho food quality assurance institute.

- (x) The state appellate public defender, deputy state appellate public defenders and all other employees of the office of the state appellate public defender.
- (y) All quality assurance specialists or medical investigators of the Idaho board of medicine.
- (z) All pest survey and detection employees and their supervisors hired specifically to carry out activities under the Idaho plant pest act, chapter 20, title 22, Idaho Code, including but not limited to pest survey, detection and eradication, except those positions involved in the management of the program.
- SECTION 3. That Section 67-5328, Idaho Code, be, and the same is hereby amended to read as follows:
- 67-5328. HOURS OF WORK AND OVERTIME. (1) It is hereby declared to be the policy of the legislature of the state of Idaho that all classified employees shall be treated substantially similar with reference to hours of employment. The policy of this state as declared in this act shall not restrict the extension of regular work hour schedules on an overtime basis in those activities and duties where such extension is necessary and authorized, provided that overtime work performed under such extension is compensated for as hereinafter provided.
- (2) The appointing authority of any department shall determine the necessity for overtime work and shall provide for cash compensation or compensatory time off for such overtime work for eligible classified officers and employees, subject to the restrictions of applicable federal law.
- (3) Cash for overtime and compensatory time shall be paid based on the following criteria:
 - (a) Classified and nonclassified officers and employees who fall within one (1) or more of the following categories $\underline{Elected\ officials}$ are ineligible for cash compensation or compensatory time for overtime work:
 - (i) Elected officials; or

- (ii) Those included in the definition of section 67-5303(j), Idaho Code.
- (b) Classified and nonclassified employees who are designated as executive, as provided in section 67-5302, Idaho Code, and who are not included in the definition of subsection (3) paragraph (a) of this subsection, shall be ineligible for compensatory time or cash compensation for overtime work. Such salaried employees shall report absences in excess of one-half (1/2) day. Unused compensatory time balances in excess of two hundred forty (240) hours as of the date of enactment of this act shall be forfeited on December 31, 2008. Unused compensatory time balances of two hundred forty (240) hours or less shall be forfeited on December 31, 2006. Employees who become executives within their current agency as set forth in section 67-5302(12), Idaho Code, shall have twelve (12) months from the date of this act or of appointment, whichever is later, to use any compensatory time balance. After twelve (12) months, any remaining compensatory time will be forfeited. Compensatory time is not transferable, and shall be forfeited at the

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time of transfer to another appointing authority or upon separation from state service.

- (c) Classified and nonclassified employees who are designated as administrative or professional, as provided in the federal fair labor standards act, 29 U.S.C. section 201, et seq., or who are designated as exempt under any other complete exemption in federal law, and who are not included in the definition of either subsection (3) paragraph (a) or (3)(b) of this subsection, shall be ineligible for cash compensation for overtime work unless cash payment is authorized by the state board of examiners for overtime accumulated during unusual or emergency situations, but such classified and nonclassified employees shall be allowed compensatory time off from duty for overtime work. Such compensatory time shall be earned and allowed on a one (1) hour for one (1) hour basis, shall not be transferable, and shall be forfeited at the time of transfer to another appointing authority or upon separation from state service. Compensatory time may be accrued and accumulated up to a maximum of two hundred forty (240) hours. Effective with the first pay period in $July_{\tau}$ 2008 (beginning date June 15, 2008), compensatory time balances in excess of two hundred forty (240) hours will not continue to accrue until the balance is below the maximum. After the last pay period in June $_{\tau}$ 2009 (ending date June 13, 2009), balances in excess of two hundred forty (240) hours shall be forfeited. The provisions of this paragraph shall apply to covered employees designated as exempt under the fair labor standards act prior to December 1, 2016.
- Classified employees who are not designated as executive, administrative or professional as provided in this section, and who are not included in the definition of subsection (3) paragraph (a) of this subsection, or who are not designated as exempt under any other complete exemption in federal law, shall be eligible for cash compensation or compensatory time off from duty for overtime work, subject to the restrictions of applicable federal law. Compensatory time off may be provided in lieu of cash compensation at the discretion of the appointing authority after consultation, in advance, with the employee. Compensatory time off shall be paid at the rate of one and one-half $(1 \ 1/2)$ hours for each overtime hour worked. Compensatory time off which that has been earned during any one-half (1/2) fiscal year, but not taken by the end of the succeeding one-half (1/2) fiscal year, shall be paid in cash on the first payroll following the close of such succeeding one-half (1/2) fiscal year. Compensatory time not taken at the time of transfer to another appointing authority or upon separation from state service shall be liquidated at the time of such transfer or separation by payment in cash. The provisions of this paragraph shall not apply to covered employees designated as exempt under the fair labor standards act prior to December 1, 2016.
- (e) Notwithstanding the provisions of this section, employees may be paid for overtime work during a disaster or emergency, with the approval of the board of examiners.
- (4) Cash compensation for overtime, when paid, shall be at one and one-half $(1\ 1/2)$ times the hourly rate of that officer's or employee's salary or wage, except for those employees whose positions fall within the definitions

of executive, administrative or professional as stated in section 67-5302, Idaho Code, who will be paid at their regular hourly rate of pay as provided for in subsection (3) of this section.

(5) Except as provided for in subsection (3) of this section, compensation for authorized overtime work shall be made at the completion of the pay period next following the pay period in which the overtime work occurred and shall be added to the regular salary payment.