AMENDMENTS TO SENATE BILL NO. 79
Sponsor: SENATOR BAKER
Printer's No. 54

Amend Bill, page 1, line 8, by striking out the period after "definitions" and inserting
; providing for Federal compliance; and further providing for exemptions.

Amend Bill, page 3, line 21 , by striking out all of said line and inserting

Section 2. The act is amended by adding a section to read:
Section 3.1. Federal Compliance.--The minimum wage and overtime requirements under this act shall be applied in accordance with the minimum wage and overtime provisions of the Fair Labor Standards Act of 1938 (29 U.S.C. §§ 201-219) and the regulations promulgated under the Fair Labor Standards Act of 1938, except when a higher standard is specified under this act or regulations promulgated under this act.

Section 3. Section 5(a) (3), (4), (5) and (11) of the act are amended and the section is amended by adding a subsection to read:

Section 5. Exemptions.--(a) Employment in the following classifications shall be exempt from both the minimum wage and overtime provisions of this act:
[(3) Delivery of newspapers to the consumer;
(4) In connection with the publication of any weekly, semiweekly, or daily newspaper with a circulation of less than four thousand, the major part of which circulation is within the county where published or counties contiguous thereto; ]
(5) In a bona fide executive, administrative, or professional capacity (including any employe employed in the capacity of academic administrative personnel or teacher in elementary or secondary schools) [or in the capacity of outside salesman (as such terms are defined and delimited from time to time by regulations of the secretary, except that an employe of a retail or service establishment shall not be excluded from the definition of employe employed in a bona fide executive or administrative capacity because of the number of hours in his or her workweek which he or she devotes to activities not directly
or closely related to the performance of executive administrative activities, if less than forty percent of his or her hours worked in the workweek are devoted to such activities); or in the capacity of outside salesman, a highly compensated employe, computer systems analyst, computer programmer, software engineer or other similarly skilled worker;

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[(11) In employment as a switchboard operator employed by an independently owned public telephone company which has not more than seven hundred and fifty stations;]

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(d) The following shall apply to subsection (a) (5):
(1) When the classifications under subsection (a) (5) are required to be compensated on a salary or fee basis in accordance with the Fair Labor Standards Act of 1938 (29 U.S.C. SS 201-219) and 29 CFR Pt. 541 (relating to defining and delimiting the exemptions for executive, administrative, professional, computer and outside sales employees), as amended, employers may use the payment of nondiscretionary bonuses, incentives and commissions, paid annually or more frequently, to determine up to ten percent of the salary or fee amount. An employer may designate any fifty-two-week period in determining annual payments. If an employer fails to designate in writing the annual payment time period in advance, a calendar year will apply.
(2) Effective January 1, 2023, the salary or fee basis under paragraph (1) may be updated and delimited from time to time by regulations of the secretary.
(3) The terms under subsection (a) (5) shall be defined in accordance with the Fair Labor Standards Act of 1938 and 29 CFR Pt. 541, as amended, except as otherwise provided under this act or updated and delimited from time to time by regulations of the secretary after the effective date of this section.

Section 4. This act shall take effect in 90 days.

