

## 103RD GENERAL ASSEMBLY State of Illinois 2023 and 2024 SB2003

Introduced 2/9/2023, by Sen. Javier L. Cervantes

## SYNOPSIS AS INTRODUCED:

820 ILCS 105/3 from Ch. 48, par. 1003 820 ILCS 105/4a from Ch. 48, par. 1004a

Amends the Minimum Wage Law. Provides that the definition of "employee" includes specified workers employed in agriculture. In provisions requiring the payment of overtime, removes the exclusion of employers of agricultural labor with respect to agricultural employment.

LRB103 26341 SPS 52702 b

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1 AN ACT concerning employment.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Minimum Wage Law is amended by changing Sections 3 and 4a as follows:
- 6 (820 ILCS 105/3) (from Ch. 48, par. 1003)
- 7 Sec. 3. As used in this Act:
- 8 (a) "Director" means the Director of the Department of 9 Labor, and "Department" means the Department of Labor.
  - (b) "Wages" means compensation due to an employee by reason of his employment, including allowances determined by the Director in accordance with the provisions of this Act for gratuities and, when furnished by the employer, for meals and lodging actually used by the employee.
  - (c) "Employer" includes any individual, partnership, association, corporation, limited liability company, business trust, governmental or quasi-governmental body, or any person or group of persons acting directly or indirectly in the interest of an employer in relation to an employee, for which one or more persons are gainfully employed on some day within a calendar year. An employer is subject to this Act in a calendar year on and after the first day in such calendar year in which he employs one or more persons, and for the following calendar

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- (d) "Employee" includes any individual permitted to work by an employer in an occupation, and includes the following:

  (i) \(\tau\) notwithstanding subdivision (1) of this subsection (d), one or more domestic workers as defined in Section 10 of the Domestic Workers' Bill of Rights Act; and (ii) any individual employed in agriculture, except as provided in paragraph (2).

  "Employee" \(\tau\) but does not include any individual permitted to work:
  - (1) For an employer employing fewer than 4 employees exclusive of the employer's parent, spouse or child or other members of his immediate family.
  - employee employed in agriculture (2) As an aquaculture (A) if such employee is employed by an employer who did not, during any calendar quarter during the preceding calendar year, use more than 500 man days of agricultural or aquacultural labor, (B) if such employee is the parent, spouse or child, or other member of the employer's immediate family, (B) <del>(C)</del> if such employee (i) is employed as a hand harvest laborer and is paid on a piece rate basis in an operation which has been, and is customarily and generally recognized as having been, paid on a piece rate basis in the region of employment, (ii) commutes daily from his permanent residence to the farm on which he is so employed, and (iii) has been employed in agriculture less than 13 weeks during the preceding

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calendar year, (C) <del>(D)</del> if such employee (other than an employee described in clause (B) <del>(C)</del> of this subparagraph): (i) is 16 years of age or under and is employed as a hand harvest laborer, is paid on a piece rate basis in an operation which has been, and is customarily and generally recognized as having been, paid on a piece rate basis in the region of employment, (ii) is employed on the same farm as his parent or person standing in the place of his parent, and (iii) is paid at the same piece rate as employees over 16 are paid on the same farm.

- (3) (Blank).
- (4) As an outside salesman.
- a member of a religious corporation (5) As organization.
- (6) At an accredited Illinois college or university employed by the college or university at which he is a student who is covered under the provisions of the Fair Labor Standards Act of 1938, as heretofore or hereafter amended.
- (7) For a motor carrier and with respect to whom the U.S. Secretary of Transportation has the power to establish qualifications and maximum hours of service under the provisions of Title 49 U.S.C. or the State of Illinois under Section 18b-105 (Title 92 of the Illinois Administrative Code, Part 395 - Hours of Service of Drivers) of the Illinois Vehicle Code.

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- (8) As an employee employed as a player who is 28 years 1 2 old or younger, a manager, a coach, or an athletic trainer 3 by a minor league professional baseball team affiliated with a major league baseball club, if (A) the 4 5 minor league professional baseball team does not operate for more than 7 months in any calendar year or (B) during 6 the preceding calendar year, the minor league professional 7 8 baseball team's average receipts for any 6-month period of 9 the year were not more than 33 1/3% of its average receipts 10 for the other 6 months of the year.
- 11 The above exclusions from the term "employee" may be 12 further defined by regulations of the Director.
- 13 (e) "Occupation" means an industry, trade, business or 14 class of work in which employees are gainfully employed.
  - (f) "Gratuities" means voluntary monetary contributions to an employee from a guest, patron or customer in connection with services rendered.
  - (g) "Outside salesman" means an employee regularly engaged in making sales or obtaining orders or contracts for services where a major portion of such duties are performed away from his employer's place of business.
  - (h) "Day camp" means a seasonal recreation program in operation for no more than 16 weeks intermittently throughout the calendar year, accommodating for profit or under philanthropic or charitable auspices, 5 or more children under 18 years of age, not including overnight programs. The term

- 1 "day camp" does not include a "day care agency", "child care
- 2 facility" or "foster family home" as licensed by the Illinois
- 3 Department of Children and Family Services.
- 4 (Source: P.A. 99-758, eff. 1-1-17; 100-192, eff. 8-18-17.)
- 5 (820 ILCS 105/4a) (from Ch. 48, par. 1004a)
- 6 Sec. 4a. (1) Except as otherwise provided in this Section,
- 7 no employer shall employ any of his employees for a workweek of
- 8 more than 40 hours unless such employee receives compensation
- 9 for his employment in excess of the hours above specified at a
- rate not less than 1 1/2 times the regular rate at which he is
- 11 employed.
- 12 (2) The provisions of subsection (1) of this Section are
- 13 not applicable to:
- 14 A. Any salesman or mechanic primarily engaged in
- 15 selling or servicing automobiles, trucks or farm
- implements, if he is employed by a nonmanufacturing
- 17 establishment primarily engaged in the business of selling
- such vehicles or implements to ultimate purchasers.
- 19 B. Any salesman primarily engaged in selling trailers,
- 20 boats, or aircraft, if he is employed by
- 21 nonmanufacturing establishment primarily engaged in the
- business of selling trailers, boats, or aircraft to
- 23 ultimate purchasers.
- C. (Blank). Any employer of agricultural labor, with
- 25 respect to such agricultural employment.

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- D. Any employee of a governmental body excluded from the definition of "employee" under paragraph (e)(2)(C) of Section 3 of the Federal Fair Labor Standards Act of 1938.
  - E. Any employee employed in a bona fide executive, administrative or professional capacity, including any radio or television announcer, news editor, or chief engineer, as defined by or covered by the Federal Fair Labor Standards Act of 1938 and the rules adopted under that Act, as both exist on March 30, 2003, but compensated at the amount of salary specified in subsections (a) and (b) of Section 541.600 of Title 29 of the Code of Federal Regulations as proposed in the Federal Register on March 31, 2003 or a greater amount of salary as may be adopted by the United States Department of Labor. For bona fide executive, administrative, and professional employees of not-for-profit corporations, the Director regulation, adopt a weekly wage rate standard lower than provided for executive, administrative, that professional employees covered under the Fair Labor Standards Act of 1938, as now or hereafter amended.
  - F. Any commissioned employee as described in paragraph (i) of Section 7 of the Federal Fair Labor Standards Act of 1938 and rules and regulations promulgated thereunder, as now or hereafter amended.
  - G. Any employment of an employee in the stead of another employee of the same employer pursuant to a

worktime exchange agreement between employees.

- H. Any employee of a not-for-profit educational or residential child care institution who (a) on a daily basis is directly involved in educating or caring for children who (1) are orphans, foster children, abused, neglected or abandoned children, or are otherwise homeless children and (2) reside in residential facilities of the institution and (b) is compensated at an annual rate of not less than \$13,000 or, if the employee resides in such facilities and receives without cost board and lodging from such institution, not less than \$10,000.
- I. Any employee employed as a crew member of any uninspected towing vessel, as defined by Section 2101(40) of Title 46 of the United States Code, operating in any navigable waters in or along the boundaries of the State of Illinois.
- J. Any employee who is a member of a bargaining unit recognized by the Illinois Labor Relations Board and whose union has contractually agreed to an alternate shift schedule as allowed by subsection (b) of Section 7 of the Fair Labor Standards Act of 1938.
- (3) Any employer may employ any employee for a period or periods of not more than 10 hours in the aggregate in any workweek in excess of the maximum hours specified in subsection (1) of this Section without paying the compensation for overtime employment prescribed in subsection (1) if during

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- that period or periods the employee is receiving remedial education that:
- 3 (a) is provided to employees who lack a high school 4 diploma or educational attainment at the eighth grade 5 level;
  - (b) is designed to provide reading and other basic skills at an eighth grade level or below; and
    - (c) does not include job specific training.
- 9 (4) A governmental body is not in violation of subsection 10 (1) if the governmental body provides compensatory time 11 pursuant to paragraph (o) of Section 7 of the Federal Fair 12 Labor Standards Act of 1938, as now or hereafter amended, or is 13 engaged in fire protection or law enforcement activities and meets the requirements of paragraph (k) of Section 7 or 14 paragraph (b)(20) of Section 13 of the Federal Fair Labor 15 16 Standards Act of 1938, as now or hereafter amended.
- 17 (Source: P.A. 99-17, eff. 1-1-16.)