### Side-by-Side Comparison of Provisions of H.187 as Passed by House and the Senate's Proposal of Amendment February 15, 2016 Damien Leonard, Esq., Office of Legislative Council

#### 21 V.S.A. § 481. Definitions

| H.187, as passed the House  | Senate Proposal of Amendment to H.187   | Changes from as Passed by House to the<br>Senate Proposal of Amendment: |
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| (1) "Combined time off" means a policy<br>wherein the employer provides time off<br>from work for vacation, sickness, or<br>personal reasons, and the employee has the<br>option to use all of the leave for whatever<br>purpose he or she chooses.   | (2) "Combined time off" means a policy<br>wherein the employer provides time off<br>from work for vacation, sickness, or<br>personal reasons, and the employee has the<br>option to use all of the leave for whatever<br>purpose he or she chooses. | • Unchanged.  |
| (2) "Commissioner" means the<br>Commissioner of Labor.  | (3) "Commissioner" means the<br>Commissioner of Labor.  | • Unchanged.  |
| (3) "Differential" means compensation<br>paid in addition to the usual compensation<br>paid to an employee of a health care<br>facility as defined in 18 V.S.A. § 9432(8)<br>who does not work on a regular schedule<br>and who works only when he or she<br>indicates that he or she is available to<br>work and has no obligation to work when<br>he or she does not indicate availability. | N/A   | <ul> <li>Deleted in Senate's Proposal of<br/>Amendment.</li> </ul>      |
| (4) "Earned sick time" means<br>discretionary time earned and accrued<br>under the provisions of this subchapter and<br>used by an employee to take time off from<br>work for the purposes listed in  | (4) "Earned sick time" means<br>discretionary time earned and accrued<br>under the provisions of this subchapter and<br>used by an employee to take time off from<br>work for the purposes listed in  | • Unchanged.  |

| subdivisions 483(a)(1)–(5) of this         | subdivisions 483(a)(1)–(5) of this               |  |
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| subchapter.                                | subchapter.                                      |  |
| (5) "Employee" has the same meaning as     | (5) "Employee" means a person who, in            | • Senate's Proposal of Amendment uses    |
| set forth in section 341 of this title.    | consideration of direct or indirect gain or      | language similar to the definition of    |
| However, the term "employee" shall not     | profit, is employed by an employer for an        | "employee" in Vermont's Parental and     |
| include:                                   | average of no less than 18 hours per week        | Family Leave Act and adds the            |
| (A) An individual who is employed by       | during a year. However, the term                 | requirement that an employee work 18     |
| the federal government.                    | "employee" shall not include:                    | or more hours per week to be covered     |
| (B) An individual who is employed by       | (A) An individual who is employed by             | by the earned sick time requirement.     |
| an employer:                               | the federal government.                          | $\circ$ The functional difference is the |
| (i) for 20 weeks or fewer in a             | (B) An individual who is employed by             | Senate's requirement that an             |
| <u>calendar year;</u>                      | an employer:                                     | individual be employed for an            |
| (ii) in a job scheduled to last 20         | (i) for 20 weeks or fewer in a 12-               | average of at least 18 hours per         |
| weeks or fewer; and                        | month period; and                                | week during a year.                      |
| (iii) for the purpose of supporting or     | (ii) in a job scheduled to last 20               | Senate's Proposal of Amendment           |
| supplementing the employer's workforce     | weeks or fewer.                                  | eliminates third part of test for        |
| in certain situations, including employee  | (C) An individual that is employed by            | seasonal/temporary workers regarding     |
| absences, temporary skill shortages,       | the State and is exempt or excluded from         | the purpose of the work, and clarifies   |
| seasonal workloads, and special            | the State classified service pursuant to 3       | language in (5)(B)(i) from "calendar     |
| assignments and projects.                  | V.S.A. § 311, but not an individual that is      | year" to "12-month period," which        |
| (C) An individual who is employed by       | employed by the State in a temporary             | takes into account jobs that extend      |
| the State and is exempt or excluded from   | capacity pursuant to 3 V.S.A. § 331.             | from one calendar year to the next.      |
| the State classified service pursuant to 3 | (D) An employee of a health care                 | Senate's Proposal of Amendment           |
| <u>V.S.A § 311.</u>                        | facility as defined in 18 V.S.A. § 9432(8)       | modifies exclusion for State             |
| (D) An employee of a health care           | or a facility as defined in 33 V.S.A.            | employees that are exempt from           |
| facility as defined in 18 V.S.A. § 9432(8) | <u>§ 7102(2) if the employee only works on a</u> | classified service so that it does not   |
| if the employee:                           | per diem or intermittent basis.                  | apply to State temporary employees       |
| (i) is under no obligation to work a       | (E) An employee of a school district,            | under 3 V.S.A. § 331.                    |
| regular schedule;                          | supervisory district, or supervisory union       | Senate's Proposal of Amendment           |
| (ii) works only when he or she             | as defined in 16 V.S.A. § 11 that:               | modifies exclusion for per diem health   |
| indicates that he or she is available to   | (i) is employed pursuant to a school             |  |
|  |  |  |

work and has no obligation to work when he or she does not indicate availability; and

(iii) receives higher pay in the form of a differential as defined in subdivision (3) of this section, or some other increased compensation than that paid to an employee of a health care facility performing the same job on a regular schedule.

(E) An employee of a school district, supervisory district, or supervisory union as defined in 16 V.S.A. § 11 that:

(i) is employed pursuant to a school district or supervisory union policy on substitute educators as required by the Vermont Standards Board for Professional Educators Rule 5381;

(ii) is under no obligation to work a regular schedule; and

(iii) is not under contract or written agreement to provide at least one period of long-term substitute coverage which is defined as 30 or more consecutive calendar days in the same assignment.

(F) An individual who is a guest worker employed pursuant to a federal work visa program, including guest workers who are exempt from the visa issuance process pursuant to 8 C.F.R. district or supervisory union policy on substitute educators as required by the Vermont Standards Board for Professional Educators Rule 5381;

(ii) is under no obligation to work a regular schedule; and

(iii) is not under contract or written agreement to provide at least one period of long-term substitute coverage which is defined as 30 or more consecutive school days in the same assignment.

(F) An individual who is under 18 years of age.

(G) An individual that is either: (i) a sole proprietor or partner owner of an unincorporated business who is excluded from the provisions of chapter 9 of this title pursuant to subdivision 601(14)(F) of this title; or

(ii) an executive officer, manager, or member of a corporation or a limited liability company for whom the Commissioner has approved an exclusion from the provisions of chapter 9 of this title pursuant to subdivision 601(14)(H) of this title.

(H) An individual that:

(i) works on a per diem or intermittent basis;

(ii) works only when he or she indicates that he or she is available to

care workers so that it extends to workers in long-term care facilities and by replacing the three-part test in the House version with a requirement that an individual "works on a per diem or intermittent basis."

- Senate's Proposal of Amendment adds an exclusion for individuals under 18 years of age.
- Senate's Proposal of Amendment eliminates the House version's exclusion for guest workers employed pursuant to a federal work visa program.
- Senate's Proposal of Amendment adds an exclusion for an individual that:

(i) works on a per diem or intermittent basis;

(ii) works only when he or she indicates that he or she is available to work;

(iii) is under no obligation to work for the employer offering the work; and

(iv) has no expectation of continuing employment with the employer.

| § 212.1(b).<br>(G) an individual that is either:<br>(i) a sole proprietor or partner<br>owner of an unincorporated business who<br>is excluded from the provisions of chapter<br>9 of this title pursuant to<br>subdivision 601(14)(F) of this title; or<br>(ii) an executive officer, manager,<br>or member of a corporation or a limited<br>liability company for whom the<br>Commissioner has approved an exclusion<br>from the provisions of chapter 9 of this<br>title pursuant to subdivision 601(14)(H) of<br>this title. | work;<br>(iii) is under no obligation to work<br>for the employer offering the work; and<br>(iv) has no expectation of<br>continuing employment with the<br>employer.   |                                    |
|--|---|------------------------------------|
| (6) "Employer" means an individual,<br>organization, or governmental body,<br>partnership, association, corporation, legal<br>representative, trustee, receiver, trustee in<br>bankruptcy, and any common carrier by<br>rail, motor, water, air, or express company<br>doing business in or operating within this<br>State.  | (1) "Employer" means any individual,<br>organization, or governmental body,<br>partnership, association, corporation, legal<br>representative, trustee, receiver, trustee in<br>bankruptcy, and any common carrier by<br>rail, motor, water, air, or express company<br>doing business in or operating within this<br>State.                            | • Redesignated as subdivision (1). |
| <ul> <li>(7) "Paid time off policy" means any<br/>policy under which the employer provides<br/>paid time off from work to the employee<br/>that includes a combination of one or more<br/>of the following: <ul> <li>(A) annual leave;</li> <li>(B) combined time off;</li> <li>(C) vacation leave;</li> <li>(D) personal leave;</li> </ul> </li> </ul>  | <ul> <li>(6) "Paid time off policy" means any<br/>policy under which the employer provides<br/>paid time off from work to the employee<br/>that includes a combination of one or more<br/>of the following: <ul> <li>(A) annual leave;</li> <li>(B) combined time off;</li> <li>(C) vacation leave;</li> <li>(D) personal leave;</li> </ul> </li> </ul> | • Unchanged.                       |

| (E) sick leave; or             | (E) sick leave; or             |  |
|--------------------------------|--------------------------------|--|
| (F) any similar type of leave. | (F) any similar type of leave. |  |

## 21 V.S.A. § 482. Earned Sick Time

| H.187, as passed the House  | Senate Proposal of Amendment to H.187   | Changes from as Passed by House to the<br>Senate Proposal of Amendment::   |
|---|---|--|
| (a) An employee shall accrue not less than<br>one hour of earned sick time for every 40<br>hours worked.  | (a) An employee shall accrue not less than<br>one hour of earned sick time for every 52<br>hours worked.  | • Senate's Proposal of Amendment<br>reduces rate of accrual from 1 hour for<br>every 40 hours worked to 1 hour for<br>every 52 hours worked.           |
| (b) An employer may require a waiting<br>period for new hires. During this waiting<br>period, an employee shall accrue earned<br>sick time pursuant to this section but<br>cannot use the earned sick time until after<br>he or she has worked for the employer for<br>one year or 1,400 hours, whichever occurs<br>first.  | (b) An employer may require a waiting<br>period for newly hired employees of up to<br>one year. During this waiting period, an<br>employee shall accrue earned sick time<br>pursuant to this subchapter, but shall not<br>be permitted to use the earned sick time<br>until after he or she has completed the<br>waiting period.  | • Senate's Proposal of Amendment<br>changes maximum permitted waiting<br>period from 1400 hours or one year,<br>whichever occurs sooner, to one year.  |
| <ul> <li>(c) An employer may:</li> <li>(1) limit the amount of earned sick<br/>time accrued pursuant to this section<br/>to:</li> <li>(A) from January 1, 2016, until<br/>December 31, 2017, a maximum of<br/>24 hours in a 12-month period; and<br/>(B) after December 31, 2017, a<br/>maximum of 40 hours in a 12-<br/>month period; or</li> <li>(2) limit to 40 hours the number of</li> </ul> | <ul> <li>(c) An employer may:</li> <li>(1) limit the amount of earned sick<br/>time accrued pursuant to this section to:</li> <li>(A) from January 1, 2017 until<br/>December 31, 2018, a maximum of<br/>24 hours in a 12-month period; and</li> <li>(B) after December 31, 2018, a<br/>maximum of 40 hours in a 12-month<br/>period; or</li> <li>(2) limit to 40 hours the number of<br/>hours in each workweek for which full-</li> </ul> | • Senate's Proposal of Amendment<br>changes the dates to correspond with<br>the effective date being moved from<br>January 1, 2016 to January 1, 2017. |

| hours in each workweek for which<br>full-time employees not subject to the<br>overtime provisions of the Federal Fair<br>Labor Standards Act, 29 U.S.C. §<br>213(a)(1), may accrue earned sick time<br>pursuant to this section.  | time employees not subject to the<br>overtime provisions of the Federal Fair<br>Labor Standards Act, 29 U.S.C.<br>§ 213(a)(1), may accrue earned sick<br>time pursuant to this section.  |   |
|---|--|---|
| <ul> <li>(d)(1) Earned sick time shall be<br/>compensated at a rate that is equal to the<br/>greater of either: <ul> <li>(A) the normal hourly wage rate of<br/>the employee; or</li> <li>(B) the minimum wage rate for an<br/>employee pursuant to section 384<br/>of this title.</li> </ul> </li> <li>(2) Employment benefits shall<br/>continue during an employee's use of<br/>earned sick time at the same level and<br/>conditions that coverage would be<br/>provided as for normal work hours.<br/>The employer may require that the<br/>employee contribute to the cost of the<br/>benefits during the use of earned sick<br/>time at the existing rate of employee<br/>contribution.</li> </ul> | <ul> <li>(d)(1) Earned sick time shall be<br/>compensated at a rate that is equal to the<br/>greater of either: <ul> <li>(A) the normal hourly wage rate of<br/>the employee; or</li> <li>(B) the minimum wage rate for an<br/>employee pursuant to section 384 of<br/>this title.</li> </ul> </li> <li>(2) Group insurance benefits shall<br/>continue during an employee's use of<br/>earned sick time at the same level and<br/>conditions that coverage would be<br/>provided as for normal work hours.<br/>The employer may require that the<br/>employee contribute to the cost of the<br/>benefits during the use of earned sick<br/>time at the existing rate of employee<br/>contribution.</li> </ul> | <ul> <li>Senate's Proposal of Amendment<br/>substitutes the words "group insurance<br/>benefits" for "employment benefits" in<br/>subdivision (2).</li> </ul> |
| <ul> <li>(e) Except as otherwise provided by<br/>subsection 484(a) of this subchapter, an</li> <li>employer shall calculate the amount of</li> <li>earned sick time that an employee has</li> <li>accrued pursuant to this section:         <ul> <li>(1) as it accrues during each pay</li> <li>period; or</li> </ul> </li> </ul>   | (e) Except as otherwise provided by<br>subsection 484(a) of this subchapter, an<br>employer shall calculate the amount of<br>earned sick time that an employee has<br>accrued pursuant to this section:<br>(1) as it accrues during each pay<br>period; or   | • Unchanged.  |

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## 21 V.S.A. § 483. Use of Earned Sick Time

| H.187, as passed the House                | Senate Proposal of Amendment to H.187    | Changes from as Passed by House to the<br>Senate Proposal of Amendment: |
|---|--|---|
| (a) An employee may use earned sick       | (a) An employee may use earned sick      | • Senate's Proposal of Amendment  |
| time accrued pursuant to section 482 of   | time accrued pursuant to section 482 of  | deletes the words "or a person for                                      |
| this subchapter for any of the following  | this subchapter for any of the following | whom the employee is primarily  |
| reasons:                                  | reasons:                                 | responsible to arrange or provide care                                  |
| (1) The employee is ill or injured.       | (1) The employee is ill or injured.      | for who is either a family member of                                    |
| (2) The employee obtains professional     | (2) The employee obtains professional    | the employee or resides with the  |
| diagnostic, preventive, routine, or       | diagnostic, preventive, routine, or      | employee" from subdivisions (3), (4),                                   |
| therapeutic health care.                  | therapeutic health care.                 | or (5).   |
| (3) The employee cares for a sick or      | (3) The employee cares for a sick or     | • Senate's Proposal of Amendment adds                                   |
| injured parent, grandparent, spouse,      | injured parent, grandparent, spouse,     | coverage for "accompanying the  |
| child, brother, sister, parent-in-law,    | child, brother, sister, parent-in-law,   | employee's parent, grandparent,   |
| grandchild, foster child, or a person for | grandchild, or foster child, including   | spouse, or parent-in-law to an  |
| whom the employee is primarily            | helping that individual obtain           | appointment related to his or her long-                                 |
| responsible to arrange or provide care    | diagnostic, preventive, routine, or      | term care" in subdivision (3).  |
| for who is either a family member of      | therapeutic health treatment, or         |   |
| the employee or resides with the          | accompanying the employee's parent,      |   |
| employee, including helping that          | grandparent, spouse, or parent-in-law to |   |
| individual obtain diagnostic,             | an appointment related to his or her     |   |
| preventive, routine, or therapeutic       | long-term care.                          |   |
| health treatment.                         | (4) The employee is arranging for        |   |
| (4) The employee is arranging for         | social or legal services or obtaining    |   |

social or legal services or obtaining medical care or counseling for the employee or for the employee's parent, grandparent, spouse, child, brother. sister, parent-in-law, grandchild, foster child, or a person for whom the employee is primarily responsible to arrange or provide care for who is either a family member of the employee or resides with the employee, who is a victim of domestic violence, sexual assault, or stalking or who is relocating as the result of domestic violence, sexual assault, or stalking. As used in this section, "domestic violence," "sexual assault," and "stalking" shall have the same meaning as in 15 V.S.A. § 1151. (5) The employee cares for a parent. grandparent, spouse, child, brother, sister, parent-in-law, grandchild, foster child, or a person for whom the employee is primarily responsible to arrange or provide care for who is either a family member of the employee or resides with the employee, because the school or business where that individual is normally located during the employee's workday is closed for public health or safety reasons.

medical care or counseling for the employee or for the employee's parent, grandparent, spouse, child, brother, sister, parent-in-law, grandchild, or foster child, who is a victim of domestic violence, sexual assault, or stalking or who is relocating as the result of domestic violence, sexual assault, or stalking. As used in this section, "domestic violence," "sexual assault," and "stalking" shall have the same meanings as in 15 V.S.A. § 1151. (5) The employee cares for a parent, grandparent, spouse, child, brother, sister, parent-in-law, grandchild, or foster child, because the school or business where that individual is normally located during the employee's workday is closed for public health or safety reasons.

| (b) If an employee's absence is shorter<br>than a normal workday, the employee shall<br>use earned sick time accrued pursuant to<br>section 482 of this subchapter in the<br>smallest time increments that the<br>employer's payroll system uses to account<br>for other absences.  | than a normal workday, the employee shall<br>use earned sick time accrued pursuant to<br>section 482 of this subchapter in the<br>smallest time increments that the<br>employer's payroll system uses to account<br>for other absences or that the employer's<br>paid time off policy permits. Nothing in<br>this subsection shall be construed to<br>require an employer to permit an<br>employee to use earned sick time in<br>increments that are shorter than one hour. | <ul> <li>Under Senate's Proposal of<br/>Amendment, an employee whose<br/>absence is shorter than a normal<br/>workday shall use earned sick time in<br/>smallest increments used by the<br/>employer's payroll system to account<br/>for other absences or the smallest time<br/>increments that the employer's paid<br/>time off policy permits.</li> <li>Under Senate's Proposal of<br/>Amendment, an employer is not<br/>required to permit an employee to use<br/>earned sick time in increments that are<br/>shorter than one hour.</li> </ul> |
|---|---|---|
| <ul> <li>(c) An employer may limit the amount of<br/>earned sick time accrued pursuant to<br/>section 482 of this subchapter that an<br/>employee may use to: <ul> <li>(1) from January 1, 2016, until</li> <li>December 31, 2017, no more than 24<br/>hours of earned sick time accrued<br/>pursuant to section 482 of this</li> <li>subchapter in a 12-month period; and</li> <li>(2) after December 31, 2017, no more<br/>than 40 hours of earned sick time<br/>accrued pursuant to section 482 of this</li> <li>subchapter in a 12-month period.</li> </ul> </li> </ul> | earned sick time accrued pursuant to<br>section 482 of this subchapter that an<br>employee may use to:<br>(1) from January 1, 2017 until<br>December 31, 2018, no more than 24<br>hours in a 12-month period; and<br>(2) after December 31, 2018, no more<br>than 40 hours in a 12-month period.  | <ul> <li>Senate's Proposal of Amendment<br/>changes the dates to correspond with<br/>the effective date being moved from<br/>January 1, 2016 to January 1, 2017.</li> <li>Senate's Proposal of Amendment<br/>deletes repetition of "earned sick time<br/>accrued pursuant to section 482 of this<br/>subchapter" in subdivisions (1) and (2)<br/>because that reference already exists in<br/>the introductory language of subsection<br/>(c).</li> </ul>   |
| (d)(1) Except as otherwise provided in<br>subsection 484(a) of this subchapter,<br>earned sick time that remains unused at the  | (d)(1) Except as otherwise provided in<br>subsection 484(a) of this subchapter,<br>earned sick time that remains unused at the  | • Senate's Proposal of Amendment<br>deletes "and the employee has the right<br>to earn the balance between the unused   |

| end of an annual period shall be carried<br>over to the next annual period and the<br>employee has the right to earn the balance<br>between the unused portion and the<br>maximum allowed.<br>(2) If, at an employer's discretion, an<br>employer pays an employee for unused<br>earned sick time accrued pursuant to<br>section 482 of this subchapter at the<br>end of an annual period, then the<br>amount for which the employee was<br>compensated does not carry over to the<br>next annual period. | end of an annual period shall be carried<br>over to the next annual period and the<br>employee shall continue to accrue earned<br>sick time as provided pursuant to section<br>482 of this subchapter. However, nothing<br>in this subdivision shall be construed to<br>permit an employee to use more earned<br>sick time during an annual period than any<br>limit on the use of earned sick time that is<br>established by his or her employer<br>pursuant to subsection (c) of this section.<br>(2) If, at an employer's discretion, an<br>employer pays an employee for unused<br>earned sick time accrued pursuant to<br>section 482 of this subchapter at the<br>end of an annual period, then the<br>amount for which the employee was<br>compensated does not carry over to the<br>next annual period. | <ul> <li>portion and the maximum allowed"<br/>from subdivision (1).</li> <li>The Senate's Proposal of Amendment<br/>replaces the deleted language with new<br/>language in subdivision (1) that<br/>provides: <ul> <li>"the employee shall continue to<br/>accrue earned sick time as provided<br/>pursuant to section 482 of this<br/>subchapter"; and</li> <li>"nothing in this subdivision shall be<br/>construed to permit an employee to<br/>use more earned sick time during an<br/>annual period than any limit on the<br/>use of earned sick time that is<br/>established by his or her employer<br/>pursuant to subsection (c) of this<br/>section."</li> </ul> </li> </ul> |
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| (e) Upon separation from employment, an<br>employee shall not be entitled to payment<br>for unused earned sick time accrued<br>pursuant to section 482 of this subchapter<br>unless agreed upon by the employer.  | (e) Upon separation from employment, an<br>employee shall not be entitled to payment<br>for unused earned sick time accrued<br>pursuant to section 482 of this subchapter<br>unless agreed upon by the employer.  | • Unchanged.   |
| (f) An employee who is rehired by the<br>same employer within 12 months after<br>separation from employment shall begin to<br>accrue and may use earned sick time<br>without any waiting period, but shall not<br>be entitled to retain any unused earned<br>sick time that had accrued pursuant to   | (f)(1) An employee who is discharged by<br>his or her employer after he or she has<br>completed a waiting period required<br>pursuant to subsection 482(b) of this<br>subchapter and is subsequently rehired by<br>the same employer within 12 months after<br>the discharge from employment shall  | • The Senate's Proposal of Amendment<br>deletes House provision permitting an<br>employee that is rehired by the same<br>employer within 12 months to accrue<br>and use earned sick time without a<br>waiting period.  |

| section 482 of this subchapter before the<br>time of separation unless agreed upon by<br>the employer.   | begin to accrue and may use earned sick<br>time without a waiting period. However,<br>the employee shall not be entitled to retain<br>any earned sick time that accrued before<br>the time of his or her discharge unless<br>agreed to by the employer.<br>(2) An employee that voluntarily<br>separates from employment after he or<br>she has completed a waiting period<br>required pursuant to subsection 482(b)<br>of this subchapter and is subsequently<br>rehired by the same employer within<br>12 months after the separation from<br>employment shall not be entitled to<br>accrue and use earned sick time<br>without a waiting period unless agreed<br>to by the employer. | <ul> <li>The Senate's Proposal of Amendment's new language provides that an employee that is discharged by an employer after he or she completes the waiting period and is rehired within 12 months of the discharge may accrue and use earned sick time without a waiting period.</li> <li>However, an employee that voluntarily separates from an employer after completing the waiting period and is rehired within 12 months is not entitled to accrue and use earned sick time without a new waiting period unless agreed to by the employer.</li> <li>Both the House and Senate versions allow an employer to agree to permit an employee to retain earned sick time that accrued prior to his or her discharge or separation from employment.</li> </ul> |
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| (g) An employer shall not require an<br>employee to find a replacement for<br>absences, including absences for<br>professional diagnostic, preventive,<br>routine, or therapeutic health care. | (g) An employer shall not require an<br>employee to find a replacement for<br>absences, including absences for<br>professional diagnostic, preventive,<br>routine, or therapeutic health care.  | • Unchanged.  |
| (h) An employer may require an<br>employee planning to take earned sick<br>time accrued pursuant to section 482 of<br>this subchapter to:  | (h) An employer may require an<br>employee planning to take earned sick<br>time accrued pursuant to section 482 of<br>this subchapter to:   | • Unchanged.  |

| <ul> <li>(1) make reasonable efforts to avoid<br/>scheduling routine or preventive health<br/>care during regular work hours; or</li> <li>(2) notify the employer as soon as<br/>practicable of the intent to take earned<br/>sick time accrued pursuant to section<br/>482 of this subchapter and the<br/>expected duration of the employee's<br/>absence.</li> </ul>  | (1) make reasonable efforts to avoid<br>scheduling routine or preventive health<br>care during regular work hours; or<br>(2) notify the employer as soon as<br>practicable of the intent to take earned<br>sick time accrued pursuant to section<br>482 of this subchapter and the expected<br>duration of the employee's absence.  |  |
|---|---|--|
| <ul> <li>(i) If an employee is absent from work for<br/>one of the reasons listed in subsection (a)<br/>of this section, the employee shall not be<br/>required to use earned sick time accrued<br/>pursuant to section 482 of this subchapter<br/>and the employer will not be required to<br/>pay for the time that the employee was<br/>absent if the employer and the employee<br/>mutually agree that either: <ul> <li>(1) the employee will work an<br/>equivalent number of hours as the<br/>number of hours for which the<br/>employee is absent during the same<br/>pay period; or</li> <li>(2) the employee will trade hours with<br/>a second employee so that the second<br/>employee works during the hours for<br/>which the employee is absent and the<br/>employee works an equivalent number<br/>of hours in place of the second<br/>employee during the same pay period.</li> </ul> </li> </ul> | <ul> <li>(i)(1) If an employee is absent from work<br/>for one of the reasons listed in subsection</li> <li>(a) of this section, the employee shall not<br/>be required to use earned sick time<br/>accrued pursuant to section 482 of this<br/>subchapter and the employer will not be<br/>required to pay for the time that the<br/>employee was absent if the employer and<br/>the employee mutually agree that either: <ul> <li>(A) the employee will work an<br/>equivalent number of hours as the<br/>number of hours for which the<br/>employee is absent during the same<br/>pay period; or</li> <li>(B) the employee will trade hours<br/>with a second employee so that the<br/>second employee works during the<br/>hours for which the employee is<br/>absent and the employee works an<br/>equivalent number of hours in<br/>place of the second employee<br/>during the same pay period.</li> </ul> </li> </ul> | • Senate's Proposal of Amendment<br>renumbers the subsection, and adds<br>subdivision (2), which expressly<br>provides that an employer may adopt a<br>policy requiring employees to use<br>accrued earned sick time for an absence<br>from work for one of the reasons that<br>earned sick time may be used for under<br>H.187. |

|  | (2) Nothing in this subsection shall be<br>construed to prevent an employer from<br>adopting a policy that requires an<br>employee to use earned sick time<br>accrued pursuant to section 482 of this<br>subchapter for an absence from work<br>for one of the reasons set forth in<br>subsection (a) of this section.     |  |
|--|--|--|
| (j) An employer shall post notice of the<br>provisions of this section in a form<br>provided by the Commissioner in a place<br>conspicuous to employees at the<br>employer's place of business. An<br>employer shall also notify an employee of<br>the provisions of this section at the time of<br>the employee's hiring. | (j) An employer shall post notice of the<br>provisions of this section in a form<br>provided by the Commissioner in a place<br>conspicuous to employees at the<br>employer's place of business. An<br>employer shall also notify an employee of<br>the provisions of this section at the time of<br>the employee's hiring. | • Unchanged.   |
| (k) An employee who uses earned sick<br>time accrued pursuant to section 482 of<br>this subchapter shall not diminish his or<br>her rights under sections 472 and 472a of<br>this title.   | (k) An employee who uses earned sick<br>time accrued pursuant to section 482 of<br>this subchapter shall not diminish his or<br>her rights under sections 472 and 472a of<br>this title.   | • Unchanged.   |
| (1) The provisions against retaliation set<br>forth in section 397 of this title shall apply<br>to this subchapter.  | (1) The provisions against retaliation set<br>forth in section 397 of this title shall apply<br>to this subchapter.  | • Unchanged.   |
| (m) An employer who violates this<br>section shall be subject to the penalty<br>provisions of section 345 of this title.   | (m) An employer who violates this<br>subchapter shall be subject to the penalty<br>provisions of section 345 of this title.  | • Unchanged.   |
| (n) The Commissioner shall enforce this section in accordance with the procedures established in section 342a of this title.   | (n) The Commissioner shall enforce this<br>subchapter in accordance with the<br>procedures established in section 342a of  | <ul> <li>Senate's Proposal of Amendment<br/>provides for the same enforcement<br/>process up to and including an appeal</li> </ul> |

| this title. However, the appeal provision<br>of subsection 342a(f) shall not apply to<br>any enforcement action brought pursuant<br>to this subsection. | <ul> <li>to a departmental administrative law<br/>judge from a determination of whether<br/>earned sick time is due to an employee.</li> <li>However, the Senate's Proposal of<br/>Amendment does not provide for<br/>subsequent appeals to the Employment<br/>Security Board and Vermont Supreme<br/>Court under 342a(f).</li> </ul> |
|---|---|
|---|---|

## 21 V.S.A. § 484. Compliance with Earned Sick Time Requirement

| H.187, as passed the House               | Senate Proposal of Amendment to<br>H.187 | Changes from as Passed by House to the<br>Senate Proposal of Amendment: |
|--|--|---|
| (a) An employer shall be in compliance   | (a) An employer shall be in compliance   | • Unchanged.  |
| with this subchapter if either of the    | with this subchapter if either of the    |   |
| following occurs:                        | following occurs:                        |   |
| (1) The employer offers a paid time      | (1) The employer offers a paid time      |   |
| off policy or is a party to a collective | off policy or is a party to a collective |   |
| bargaining agreement that provides the   | bargaining agreement that provides the   |   |
| employee with paid time off from         | employee with paid time off from work    |   |
| work that:                               | that:                                    |   |
| (A) he or she may use for all of         | (A) he or she may use for all of         |   |
| the reasons set forth in subsection      | the reasons set forth in subsection      |   |
| 483(a) of this subchapter; and           | 483(a) of this subchapter; and           |   |
| (B) accrues and may be used at a         | (B) accrues and may be used at a         |   |
| rate that is equal to or greater than    | rate that is equal to or greater than    |   |
| the rate set forth in sections 482       | the rate set forth in sections 482       |   |
| and 483 of this subchapter.              | and 483 of this subchapter.              |   |
| (2) The employer offers a paid time      | (2) The employer offers a paid time      |   |
| off policy or is a party to a collective | off policy or is a party to a collective |   |

| bargaining agreement that provides the<br>employee with at least the full amount<br>of paid time off from work required<br>pursuant to sections 482 and 483 of<br>this subchapter at the beginning of<br>each annual period and the employee<br>may use it at any time during the<br>annual period for the reasons set forth<br>in subsection 483(a) of this subchapter.<br>If the employer provides an employee<br>with the full amount of paid time off at<br>the beginning of each annual period,<br>the paid time off shall not carry over<br>from one annual period to the next as<br>provided in subdivision 483(d)(1) of<br>this subchapter.<br>N/A | <ul> <li>bargaining agreement that provides the employee with at least the full amount of paid time off from work required pursuant to sections 482 and 483 of this subchapter at the beginning of each annual period and the employee may use it at any time during the annual period for the reasons set forth in subsection 483(a) of this subchapter. If the employer provides an employee with the full amount of paid time off at the beginning of each annual period to the next as provided in subdivision 483(d)(1) of this subchapter.</li> <li>(b) Nothing in this subchapter shall be</li> </ul> | <ul> <li>New provision in Senate's Proposal of</li> </ul>                    |
|--|--|--|
| (b) Nothing in this subchapter shall be  | <ul> <li><u>construed to require an employer that</u></li> <li><u>satisfies the requirements of subsection (a)</u></li> <li><u>of this section to provide additional earned</u></li> <li><u>sick time to an employee that chooses to</u></li> <li><u>use paid time off that could be used for the</u></li> <li><u>reasons set forth in subdivisions</u></li> <li><u>483(a)(1)–(5) of this subchapter for a</u></li> <li><u>different purpose.</u></li> <li>(c) Nothing in this subchapter shall be</li> </ul>  | <ul> <li>Amendment.</li> <li>Renumbered, but otherwise unchanged.</li> </ul> |
| construed to prevent an employer from<br>providing a paid time off policy or<br>agreeing to a collective bargaining<br>agreement that provides a paid time off<br>policy that is more generous than the  | construed to prevent an employer from<br>providing a paid time off policy or<br>agreeing to a collective bargaining<br>agreement that provides a paid time off<br>policy that is more generous than the  | - Renumbered, but otherwise unchanged.                                       |

| earned sick time provided by this subchapter.  | earned sick time provided by this subchapter.  |   |
|--|--|---|
| (c) Nothing in this subchapter shall be<br>construed to diminish an employer's<br>obligation to comply with any collective<br>bargaining agreement or paid time off<br>policy that provides greater earned sick<br>time rights than the rights provided by this<br>subchapter. | (d)(1) Nothing in this subchapter shall be<br>construed to diminish an employer's<br>obligation to comply with any collective<br>bargaining agreement or paid time off<br>policy that provides greater earned sick<br>time rights than the rights provided by this<br>subchapter.(2) Nothing in this subchapter shall be<br>construed to preempt or override the<br>terms of a collective bargaining<br>agreement that is in effect before<br>January 1, 2017. | • Senate's Proposal of Amendment<br>renumbers the subsection and adds<br>subdivision (2), which provides that the<br>new law will not preempt or override<br>the terms of a collective bargaining<br>agreement that is in effect before<br>January 1, 2017. |
| (d) A collective bargaining agreement or<br>paid time off policy may not diminish the<br>rights provided by this subchapter.   | (e) A collective bargaining agreement or<br>paid time off policy may not diminish the<br>rights provided by this subchapter.   | • Renumbered, but otherwise unchanged.  |

# 21 V.S.A. § 485. Severability of Provisions

| H.187, as passed the House                  | Senate Proposal of Amendment to<br>H.187    | Changes from as Passed by House to the<br>Senate Proposal of Amendment: |
|---|---|---|
| If any provision of this subchapter or the  | If any provision of this subchapter or the  | • Unchanged.  |
| application of such provision to any        | application of such provision to any        |   |
| person or circumstances shall be held       | person or circumstances shall be held       |   |
| invalid, the remainder of the subchapter    | invalid, the remainder of the subchapter    |   |
| and the application of such provisions to   | and the application of such provisions to   |   |
| persons or circumstances other than those   | persons or circumstances other than those   |   |
| as to which it is held invalid shall not be | as to which it is held invalid shall not be |   |
| affected thereby.                           | affected thereby.                           |   |

| H.187, as passed the House | Senate Proposal of Amendment to<br>H.187   | Changes from as Passed by House to the<br>Senate Proposal of Amendment: |
|----------------------------|--|---|
| N/A                        | (a) Notwithstanding any provision of this<br>subchapter to the contrary, new employers<br>shall not be subject to the provisions of<br>this subchapter for a period of one year<br>after the employer hires its first employee.  | New provision in Senate's Proposal of Amendment.                        |
| N/A                        | (b) For purposes of enforcement under<br>subsections 483(1)–(n) of this subchapter,<br>an employer shall be presumed to be<br>subject to the provisions of this subchapter<br>unless the employer proves that a period of<br>no more than one year elapsed between the<br>date on which the employer hired its first<br>employee and the date on which the<br>employer is alleged to have violated the<br>provisions of this subchapter. | New provision in Senate's Proposal of<br>Amendment.                     |
| N/A                        | (c) No employer shall transfer an<br>employee to a second employer with<br>whom there is, at the time of the transfer,<br>substantially common ownership,<br>management, or control for the purposes<br>of either employer claiming an exemption<br>pursuant to subsection (a) of this section.  | New provision in Senate's Proposal of<br>Amendment.                     |

#### 21 V.S.A. § 486. New Employer Exemption

Sec. 5. 21 V.S.A. § 345. Nonpayment of Wages and Benefits

| H.187, as passed the House                                   | Senate Proposal of Amendment to<br>H.187                     | Changes from as Passed by House to the<br>Senate Proposal of Amendment: |
|--|--|---|
| (a) Each employer who violates sections                      | (a) Each employer who violates sections                      | Unchanged.  |
| <del>342 and 343</del> <u>342, 343, 482, and 483</u> of this | <del>342 and 343</del> <u>342, 343, 482, and 483</u> of this |   |
| title shall be fined not more than                           | title shall be fined not more than                           |   |
| \$5,000.00. Where the employer is a                          | \$5,000.00. Where the employer is a                          |   |
| corporation, the president or other officers                 | corporation, the president or other officers                 |   |
| who have control of the payment                              | who have control of the payment                              |   |
| operations of the corporation shall be                       | operations of the corporation shall be                       |   |
| considered employers and liable to the                       | considered employers and liable to the                       |   |
| employee for actual wages due when the                       | employee for actual wages due when the                       |   |
| officer has willfully and without good                       | officer has willfully and without good                       |   |
| cause participated in knowing violations of                  | cause participated in knowing violations of                  |   |
| this chapter.  | this chapter.  |   |
| * * *  | * * *  |   |

## Sec. 6. Department of Labor Report

| H.187, as passed the House                 | Senate Proposal of Amendment to<br>H.187   | Changes from as Passed by House to the<br>Senate Proposal of Amendment: |
|--|--|---|
| The Department of Labor shall, on or       | The Department of Labor shall, on or       | Senate's Proposal of Amendment  |
| before January 15, 2017, report to the     | before January 15, 2019, report to the     | revises the dates to correspond with the                                |
| House Committee on General, Housing        | House Committee on General, Housing        | effective date being moved from   |
| and Military Affairs and the Senate        | and Military Affairs and the Senate        | January 1, 2016 to January 1, 2017, and                                 |
| Committee on Economic Development,         | Committee on Economic Development,         | to provide for an additional year of                                    |
| Housing and General Affairs regarding the  | Housing and General Affairs regarding the  | information gathering in light of the                                   |
| number of inquiries and complaints         | number of inquiries and complaints         | waiting period that employers may                                       |
| submitted to the Department in relation to | submitted to the Department in relation to | require for existing employees on the                                   |
| this act and the number of investigations  | this act and the number of investigations  | effective date of H.187.  |
| and enforcement actions undertaken by the  | and enforcement actions undertaken by the  |   |

| Department in relation to this act during | Department in relation to this act during     |
|---|---|
| the first year after its effective date.  | the first two years after its effective date. |

## Sec. 6a. Small Business Planning and Implementation Assistance

| H.187, as passed the House | Senate Proposal of Amendment to<br>H.187  | Changes from as Passed by House to the<br>Senate Proposal of Amendment: |
|----------------------------|---|---|
| N/A                        | On or before November 15, 2017, the<br>Commissioner of Labor and the Secretary<br>of Commerce and Community<br>Development shall develop and implement<br>a program to provide employers that have<br>five or fewer employees who are<br>employed for an average of no less than 30<br>hours per week during a year with<br>assistance related to the development of<br>time off policies and business plans<br>necessary to implement the requirements<br>of this act. | New provision in Senate's Proposal of<br>Amendment.                     |

### Sec. 6b. Cost to Small Employers; Survey; Report

| H.187, as passed the House | Senate Proposal of Amendment to<br>H.187  | Changes from as Passed by House to the<br>Senate Proposal of Amendment:  |
|----------------------------|---|--|
| N/A                        | (a) The Department of Labor and the<br>Agency of Commerce and Community<br>Development shall conduct a survey of<br>Vermont employers with five or fewer<br>employees regarding the following:<br>(1) the number of employees | <ul> <li>New provision in Senate's Proposal of<br/>Amendment.</li> </ul> |

| 1 11 1 1                                   |  |
|--|--|
| employed by each employer;                 |  |
| (2) the hourly wages paid by each          |  |
| employer to its employees; and             |  |
| (3) whether each employer provides its     |  |
| employees with paid time off from          |  |
| work that satisfies the requirements of    |  |
| 21 V.S.A. § 482-484 as enacted             |  |
| pursuant to Sec. 4 of this act.            |  |
| (b) The Department of Labor and the        |  |
| Agency of Commerce and Community           |  |
| Development shall, on or before January    |  |
| 15, 2017, report to the General Assembly   |  |
| regarding the results of the survey and an |  |
| estimate of the total additional cost to   |  |
| employers with five or fewer employees of  |  |
| providing earned sick time pursuant to the |  |
| requirements of this act.                  |  |

# Sec. 7. 29 V.S.A. § 161. Requirements on State Construction Projects

| H.187, as passed the House | Senate Proposal of Amendment to H.187  | Changes from as Passed by House to the<br>Senate Proposal of Amendment: |
|----------------------------|--|---|
|                            | (a) Bids; selection.<br>* * *  | • New provision in Senate's Proposal of Amendment.                      |
|                            | (3) All bids on State projects shall be required to comply with all applicable provisions of Title 21. |   |

## Sec. 7/8. Effective Dates

| H.187, as passed the House                                      | Senate Proposal of Amendment to H.187   | Changes from as Passed by House to the<br>Senate Proposal of Amendment:   |
|---|---|---|
| <u>This act shall take effect on January 1.</u><br><u>2016.</u> | <ul> <li>(a)(1) This section, Secs. 6a and 6b shall<br/>take effect on July 1, 2016.</li> <li>(2) The remaining sections of this act<br/>shall take effect on January 1, 2017,<br/>except that an employer that has five or<br/>fewer employees who are employed for<br/>an average of no less than 30 hours per<br/>week shall not be subject to the<br/>provisions of 21 V.S.A. chapter 5,<br/>subchapter 4b until January 1, 2018.</li> </ul>    | <ul> <li>Senate's Proposal of Amendment<br/>provides the following effective dates:         <ul> <li>July 1, 2016 for sections regarding<br/>Small Business Assistance, and the<br/>survey and report regarding the<br/>Cost to Small Employers;</li> <li>January 1, 2017 for implementation<br/>by employers with six or more<br/>employees who are employed for an<br/>average of no less than 30 hours per<br/>week; and</li> <li>January 1, 2018 for implementation<br/>by employers with five or fewer<br/>employees who are employed for an<br/>average of no less than 30 hours per<br/>week.</li> </ul> </li> </ul> |
| N/A   | (b)(1) An employer may require for its<br>existing employees on January 1, 2017 a<br>waiting period of up to one year. The<br>waiting period pursuant to this subsection<br>shall begin on January 1, 2017 and shall<br>end on or before December 31, 2017.<br>During this waiting period, an employee<br>shall accrue earned sick time pursuant to<br>21 V.S.A. § 482, but shall not be permitted<br>to use the earned sick time until after he or | <ul> <li>New provision in Senate's Proposal of<br/>Amendment.</li> </ul>  |

| she has completed the waiting period.   |  |
|---|--|
| (2) An employer that has five or fewer  |  |
| employees who are employed for an       |  |
| average of no less than 30 hours per    |  |
| week may require for its existing       |  |
| employees on January 1, 2018 a          |  |
| waiting period of up to one year. The   |  |
| waiting period pursuant to this         |  |
| subsection shall begin on January 1,    |  |
| 2018 and shall end on or before         |  |
| December 31, 2018. During this          |  |
| waiting period, an employee shall       |  |
| accrue earned sick time pursuant to 21  |  |
| V.S.A. § 482, but shall not be          |  |
| permitted to use the earned sick time   |  |
| until after he or she has completed the |  |
| waiting period.                         |  |