## 34:11-56a31

#### LEGISLATIVE HISTORY CHECKLIST

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**LAWS OF:** 2001 **CHAPTER:** 300

NJSA: 34:11-56a31 (Health care facilities - Hourly employees and overtime)

BILL NO: S2093 (Substituted for A3303)

**SPONSOR(S):** Vitale and Bennett

**DATE INTRODUCED:** February 8, 2001

**COMMITTEE:** ASSEMBLY: Health

**SENATE:** Health; Budget

**AMENDED DURING PASSAGE: Yes** 

**DATE OF PASSAGE:** ASSEMBLY: December 10, 2001

**SENATE:** June 28, 2001

**DATE OF APPROVAL:** January 2, 2002

**FOLLOWING ARE ATTACHED IF AVAILABLE:** 

FINAL TEXT OF BILL (2nd reprint enacted)

(Amendments during passage denoted by superscript numbers)

S2093

**SPONSORS STATEMENT**: (Begins on page 3 of original bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes

**SENATE**: Yes 3-15-2001(Health)

6-25-2001(Budget)

FLOOR AMENDMENT STATEMENTS: No

LEGISLATIVE FISCAL ESTIMATE: Yes

A3303

SPONSORS STATEMENT: (Begins on page 3 of original bill)

Bill and Sponsors Statement identical to S2093

COMMITTEE STATEMENT: ASSEMBLY: Yes

SENATE: No

FLOOR AMENDMENT STATEMENTS: No

LEGISLATIVE FISCAL ESTIMATE: No

VETO MESSAGE: No

GOVERNOR'S PRESS RELEASE ON SIGNING: No

#### **FOLLOWING WERE PRINTED:**

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Publications at the State Library (609) 278-2640 ext.103 or mailto:refdesk@njstatelib.org

REPORTS: No

HEARINGS: No

NEWSPAPER ARTICLES: Yes

"New law forced overtime for nurses," 1-3-2001 The Times, p.A10

"Legislation gives health workers right to say no..." 1-6-2002 The Press, p.A4

"Ban on forced overtime may ease nurse shortage," 1-6-2002 Asbury Park Press, p.A10

## **SENATE, No. 2093**

# STATE OF NEW JERSEY 209th LEGISLATURE

**INTRODUCED FEBRUARY 8, 2001** 

Sponsored by: Senator JOSEPH F. VITALE District 19 (Middlesex) Senator JOHN O. BENNETT

District 12 (Monmouth)

Co-Sponsored by:

**Senators Adler and Furnari** 

## **SYNOPSIS**

Prohibits health care facilities from requiring certain hourly wage employees to perform overtime work.

## **CURRENT VERSION OF TEXT**

As introduced.



**AN ACT** concerning work hours for certain health care facility employees and supplementing P.L.1966, c.113 (C.34:11-56a et seq.).

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

1. It is declared to be the public policy of this State to establish a maximum work day and work week for certain hourly wage health care facility employees, beyond which the employees cannot be required to perform overtime work, in order to safeguard their health, efficiency, and general well-being as well as the health and general well-being of the persons to whom these employees provide services.

2. As used in this act:

"Employee" means an individual employed by a health care facility who is involved in direct patient care activities or clinical services and who receives an hourly wage.

"Employer" means an individual, partnership, association, corporation or person or group of persons acting directly or indirectly in the interest of a health care facility.

"Health care facility" means a health care facility licensed by the Department of Health and Senior Services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.).

"Unforeseeable emergent circumstance" means an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action.

3. The requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing, is declared to be contrary to public policy and any such requirement contained in any contract, agreement or understanding executed after the effective date of this act shall be void.

- 4. a. Notwithstanding any provision of law to the contrary, no health care facility shall require an employee to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week.
- b. The acceptance by any employee of such work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, shall be strictly voluntary and the refusal of any employee to accept such overtime work shall not be grounds

## S2093 VITALE, BENNETT

1 for discrimination, dismissal, discharge or any other penalty or 2 employment decision adverse to the employee.

c. The provisions of this section shall not apply in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing.

5. An employer who violates the provisions of this act shall be subject to the sanctions provided by law for violations of the "New Jersey State Wage and Hour Law," P.L.1966, c.113 (C.34:11-56a et seq.).

6. This act shall take effect immediately.

#### **STATEMENT**

This bill supplements the "New Jersey State Wage and Hour Law" by establishing a maximum work day and work week for hourly wage health care facility employees.

Currently, health care facilities are not prohibited from requiring that their hourly wage employees accept overtime work. Therefore, although overtime work is generally viewed as a voluntary offering, health care facilities can demand that their hourly wage employees perform paid involuntary overtime services or be subject to employment decisions adverse to the workers, such as discharge or demotion.

This bill would make it a violation of the "New Jersey State Wage and Hour Law" for a health care facility to require hourly wage employees who are involved in direct patient care activities or clinical services to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance (defined as "an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action") when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing. The bill specifically provides that the acceptance of such overtime work would be strictly voluntary and the refusal of such overtime work would not expose employees to discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.

The bill specifies that the requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseen emergent circumstance when the overtime is required only as a last resort and is not used to fill

## S2093 VITALE, BENNETT

- 1 vacancies resulting from chronic short staffing, is declared to be
- 2 contrary to public policy and any such requirement contained in any
- 3 contract, agreement or understanding executed after the effective date
- 4 of this bill shall be void.
- 5 Finally, the bill provides that health care facilities which require
- 6 these hourly wage employees to accept involuntary overtime work
- 7 shall be subject to the sanctions set forth in the "New Jersey State
- 8 Wage and Hour Law," which sanctions include payment of
- 9 administrative penalties, fines, and possible imprisonment as well as
- 10 reinstatement of wrongfully discharged employees with payment of any
- 11 lost wages.

## SENATE HEALTH COMMITTEE

## STATEMENT TO

## SENATE, No. 2093

with committee amendments

## STATE OF NEW JERSEY

**DATED: MARCH 15, 2001** 

The Senate Health Committee reports favorably and with committee amendments Senate Bill No. 2093.

As amended by committee, this bill supplements the "New Jersey State Wage and Hour Law" by establishing a maximum work week for hourly wage health care facility employees. The bill defines "health care facility" to mean a health care facility licensed by the Department of Health and Senior Services, a State or county psychiatric hospital, a State developmental center or a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety.

Currently, health care facilities are not prohibited from requiring that their hourly wage employees accept overtime work. Therefore, although overtime work is generally viewed as a voluntary offering, health care facilities can demand that their hourly wage employees perform paid involuntary overtime services or be subject to employment decisions adverse to the workers, such as discharge or demotion.

This bill would make it a violation of the "New Jersey State Wage and Hour Law" for a health care facility to require hourly wage employees who are involved in direct patient care activities or clinical services to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance (defined as "any unforeseen declared national, State or municipal emergency or a disaster or other catastrophic event which substantially affects or increases the need for health care services") when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing. The bill specifically provides that the acceptance of such overtime work would be strictly voluntary, and the refusal of such overtime work would not expose employees to discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.

The bill specifies that the requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and

regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseen emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing, is declared to be contrary to public policy, and any such requirement contained in any contract, agreement or understanding executed after the effective date of this bill shall be void. The bill specifies, however, that its provisions shall not be construed to impair or negate any employer-employee collective bargaining agreement or any other employer-employee contract in effect on the effective date of the bill.

The bill provides that health care facilities which require these hourly wage employees to accept involuntary overtime work in violation of the provisions of this bill shall be subject to the sanctions set forth in the "New Jersey State Wage and Hour Law," which sanctions include payment of administrative penalties, fines and possible imprisonment, as well as reinstatement of wrongfully discharged employees with payment of any lost wages.

The provisions of the bill shall not apply to employees of assisted living facilities licensed by the Department of Health and Senior Services who are provided with room and board as a benefit of their employment and reside in the facility on a full-time basis.

The bill directs the Departments of Health and Senior Services, Human Services and Law and Public Safety to each collect data from all health care facilities, except general hospitals, which the respective department licenses, operates or regulates, as to the potential impact of the mandatory overtime prohibition on employee availability and other considerations, and to jointly report their findings to the Senate and General Assembly Health Committees within 18 months of the date of enactment of this bill.

Finally, the bill takes effect 180 days after the date of enactment in the case of a general hospital and 18 months after the date of enactment in the case of all other health care facilities.

The committee amended the bill to:

- -- specify in the definition of "employee" that it shall not include a physician who receives an hourly wage;
- -- expand the definition of "health care facility" to include State and county psychiatric hospitals, State developmental centers, and health care service firms regulated by the Department of Law and Public Safety;
- -- revise the definition of "unforeseeable emergent circumstance" to mean any unforeseen declared national, State or municipal emergency or a disaster or other catastrophic event which substantially affects or increases the need for health care services;
- -- clarify that the provisions of the bill shall not be construed to impair any collective bargaining agreement or contract in effect on the effective date of the bill;
- -- specify that, in the event of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is

not used to fill vacancies resulting from chronic short staffing, the employer shall provide the employee with necessary time, up to a maximum of one hour, to arrange for the care of the employee's minor children or elderly or disabled family members;

- -- exempt from the provisions of the bill certain employees of assisted living facilities who reside on the premises of the facility;
- -- direct the Departments of Health and Senior Services, Human Services, and Law and Public Safety to each collect data from all health care facilities, except general hospitals, as to the potential impact of the mandatory overtime prohibition on employee availability and other considerations, and to jointly report their findings to the Senate and General Assembly Health Committees within 18 months of the date of enactment of this bill;
- -- direct the Commissioner of Health and Senior Services, in consultation with the Attorney General and the Commissioners of Human Services and Labor, to adopt rules and regulations to carry out the purposes of the bill, within six months of the date of enactment of the bill; and
- -- delay the effective date of the bill from immediately to 180 days after enactment in the case of general hospitals, and to 18 months in the case of all other health care facilities.

# [First Reprint] SENATE, No. 2093

# STATE OF NEW JERSEY 209th LEGISLATURE

INTRODUCED FEBRUARY 8, 2001

Sponsored by: Senator JOSEPH F. VITALE District 19 (Middlesex) Senator JOHN O. BENNETT District 12 (Monmouth)

Co-Sponsored by: Senators Adler and Furnari

## **SYNOPSIS**

Prohibits health care facilities from requiring certain hourly wage employees to perform overtime work.

## **CURRENT VERSION OF TEXT**

As reported by the Senate Health Committee on March 15, 2001, with amendments.

**AN ACT** concerning work hours for certain health care facility employees and supplementing P.L.1966, c.113 (C.34:11-56a et seq.).

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

1. It is declared to be the public policy of this State to establish a maximum <sup>1</sup>[work day and] <sup>1</sup> work week for certain hourly wage health care facility employees, beyond which the employees cannot be required to perform overtime work, in order to safeguard their health, efficiency, and general well-being as well as the health and general well-being of the persons to whom these employees provide services.

## 2. As used in this act:

"Employee" means an individual employed by a health care facility who is involved in direct patient care activities or clinical services and who receives an hourly wage<sup>1</sup>, but shall not include a physician<sup>1</sup>.

"Employer" means an individual, partnership, association, corporation or person or group of persons acting directly or indirectly in the interest of a health care facility.

"Health care facility" means a health care facility licensed by the Department of Health and Senior Services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.)<sup>1</sup>, a State or county psychiatric hospital, a State developmental center, or a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety pursuant to P.L.1960, c.39 (C.56:8-1 et seq.)<sup>1</sup>.

"Unforeseeable emergent circumstance" means <sup>1</sup>[an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action] any unforeseen declared national. State or municipal emergency or a disaster or other catastrophic event which substantially affects or increases the need for health care services<sup>1</sup>.

3. The requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing, is declared to be contrary to public policy and any such requirement contained in any

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

<sup>&</sup>lt;sup>1</sup> Senate SHH committee amendments adopted March 15, 2001.

## S2093 [1R] VITALE, BENNETT

1 contract, agreement or understanding executed after the effective date 2 of this act shall be void.

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4. a. Notwithstanding any provision of law to the contrary, no health care facility shall require an employee to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week.

8 b. The acceptance by any employee of such work in excess of an 9 agreed to, predetermined and regularly scheduled daily work shift, not 10 to exceed 40 hours per week, shall be strictly voluntary and the refusal of any employee to accept such overtime work shall not be grounds 11 for discrimination, dismissal, discharge or any other penalty or 12 13

employment decision adverse to the employee.

c. The provisions of this section shall not apply in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing. <sup>1</sup>In the event of such an unforeseeable emergent circumstance, the employer shall provide the employee with necessary time, up to a maximum of one hour, to arrange for the care of the employee's minor children or elderly or disabled family members.<sup>1</sup>

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> 5. An employer who violates the provisions of this act shall be subject to the sanctions provided by law for violations of the "New Jersey State Wage and Hour Law," P.L.1966, c.113 (C.34:11-56a et seq.).

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<sup>1</sup>6. a. The provisions of this act shall not be construed to impair or negate any employer-employee collective bargaining agreement or any other employer-employee contract in effect on the effective date of this act.

b. The provisions of this act shall not apply to employees of assisted living facilities licensed by the Department of Health and Senior Services who are provided with room and board as a benefit of their employment and reside in the facility on a full-time basis.<sup>1</sup>

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36 <sup>1</sup>7. The Departments of Health and Senior Services, Human 37 Services, and Law and Public Safety shall each collect data from all 38 health care facilities, except general hospitals, which the respective 39 department licenses, operates or regulates, as to the potential impact 40 of the mandatory overtime prohibition on employee availability and 41 other considerations, and shall jointly report their findings to the Senate and General Assembly Health Committees within 18 months of 42 the date of enactment of this act.<sup>1</sup> 43

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45 <sup>1</sup>8. The Commissioner of Health and Senior Services, in consultation with the Attorney General and the Commissioners of 46

## **S2093** [1R] VITALE, BENNETT 4

1	Human Services and Labor, shall adopt rules and regulations, pursuant
2	to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1
3	et seq.), within six months of the date of enactment of this act, to carry
4	out the purposes of this act. <sup>1</sup>
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6	<sup>1</sup> [6.] 9. This act shall take effect <sup>1</sup> [immediately] 180 days after
7	the date of enactment in the case of a general hospital and 18 months
8	after the date of enactment in the case of all other health care

9 <u>facilities</u><sup>1</sup>.

## SENATE BUDGET AND APPROPRIATIONS COMMITTEE

## STATEMENT TO

# [First Reprint] **SENATE, No. 2093**

with committee amendments

## STATE OF NEW JERSEY

DATED: JUNE 25, 2001

The Senate Budget and Appropriations Committee reports favorably and with committee amendments Senate Bill No. 2093 (1R).

This bill establishes, under the "New Jersey State Wage and Hour Law," a cap on the number of hours per week that hourly health care employees can be required to work.

The bill would apply to hourly employees of any health care facility who are involved in direct patient care or clinical services, but not to physicians. The bill defines "health care facility" to mean (i) a health care facility licensed by the Department of Health and Senior Services, (ii) a State or county psychiatric hospital, (iii) a State developmental center, or (iv) a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety.

Currently, health care facilities may require their hourly wage employees to accept overtime work; that is, the facilities can ask these hourly workers to perform paid involuntary overtime services or risk sanctions, such as discharge or demotion.

This bill would make it a violation of the Wage and Hour Law for a health care facility to require covered hourly employees to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week. The bill declares any requirement that a covered employee of a health care facility accept work in excess of 40 hours per week to be contrary to public policy, and provides that any such requirement in a contract executed or renewed after the legislation takes effect as law shall be void.

An exception to this prohibition against mandatory overtime would be allowed in the event of an "unforeseeable emergent circumstance," defined as "an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action." This "emergency exception" could not be invoked simply to fill vacancies resulting from chronic short staffing; it would apply only if (i) the overtime were required as a last resort, and (ii) the employer, except in cases of an officially declared emergency or disaster, has exhausted reasonable efforts to obtain staffing. The bill directs an

employer requiring emergency overtime work to prepare written documentation of those "reasonable efforts" and to make that documentation available for review by the Departments of Health and Senior Services and Labor.

The bill specifically provides that an hourly health care worker's acceptance of overtime work would be strictly voluntary, and that the refusal of such overtime work would not expose employees to discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.

The bill provides that health care facilities that demand involuntary overtime service in violation of the legislation shall be subject to the sanctions set forth in the "New Jersey State Wage and Hour Law," including liability for administrative penalties and fines and possible imprisonment, as well as having to reinstatement wrongfully discharged employees with payment of any lost wages.

The provisions of the bill would not apply to employees of assisted living facilities licensed by the Department of Health and Senior Services who are provided with room and board as a benefit of their employment and reside in the facility on a full-time basis.

The bill directs the Departments of Health and Senior Services, Human Services and Law and Public Safety to collect data from all health care facilities that the respective department licenses, operates or regulates, as to the potential impact of the mandatory overtime prohibition on employee availability and other considerations, and jointly to report their findings to the Senate and General Assembly Health Committees within 18 months of the enactment of the bill.

The legislation is to take effect 12 months after enactment in the case of an acute care hospital and 18 months after enactment in the case of long term care facilities and all other health care facilities.

#### **COMMITTEE AMENDMENTS**

Committee amendments to this bill:

- (1) Broaden the "emergency exception" to the ban on involuntary overtime so that it covers any unpredictable situation demanding immediate provision of health care, thereby restoring the exception to the form it took in the bill as originally introduced;
- (2) Incorporate the requirement that an employer seeking to invoke the bill's "emergency exception" must (absent an official emergency declaration) first have exhausted reasonable efforts to obtain staffing, and also document those efforts in writing;
- (3) Clarify that the bill does not apply to bona fide "on-call" time, as defined in the legislation;
- (4) Eliminate an exception, for general hospitals, from inclusion in the study that health care regulatory agencies are to prepare on the potential impact of the mandatory overtime ban; and
- (5) With respect to hospitals, delay the time frame for implementing the legislation from 180 days to 12 months from the date of enactment.

## **FISCAL IMPACT**

This bill covers hourly wage direct health care workers at a broad range of facilities, including hospitals, nursing homes, assisted living facilities, home health agencies, the five State psychiatric hospitals and Ann Klein Forensic Center, the six county psychiatric hospitals, the six State developmental centers and Brisbane Child Center, and the Staterun veterans' nursing homes.

The Office of Legislative Services is unable to determine the fiscal impact of the legislation because:

- On No data are readily available regarding the total number of overtime hours that are incurred at the affected health care facilities, the number of overtime hours that are voluntary or incorporated within an employer-employee collective bargaining agreement or any other employer-employee contract, and the number of overtime hours that are required of employees.
- C The number of additional employees health care facilities may have to hire to compensate for the loss of required overtime cannot be determined. Whether health care facilities would be able to employ sufficient additional staff to compensate for the loss of required overtime is not known. To the extent that health care facilities are not able to employ sufficient additional staff, their license, accreditation or ability to operate may be jeopardized due to a loss of third-party reimbursements, primarily federal Medicare and Medicaid revenues.
- C Additional administrative costs DHSS, DHS and DLPS would incur collecting data from all affected health care facilities to assess the potential impact of the mandatory overtime prohibition on employee availability cannot be determined, but are potentially significant as there are more than 1,000 affected facilities.
- C Additional costs DOL may incur investigating complaints filed under the legislation cannot be determined. Once the law is implemented and complaints are filed and investigated, costs associated with investigating these type of complaints can be determined.

The OLS also notes that private health care facilities that sustain increased compensation costs through adaptive staffing mechanisms could be entitled to higher State reimbursement for care to their Medicaid-eligible patients.

## LEGISLATIVE FISCAL ESTIMATE

[First Reprint]
SENATE, No. 2093
STATE OF NEW JERSEY
209th LEGISLATURE

DATED: JULY 19, 2001

#### **SUMMARY**

**Synopsis:** Prohibits health care facilities from requiring certain hourly wage

employees to perform overtime work.

**Type of Impact:** Indeterminate.

**Agencies Affected:** Departments of Health and Senior Services (DHSS), Human Services

(DHS), Labor (DOL), Law and Public Safety (DLPS) and Military and Veterans Affairs. All counties and municipalities that operate

health care facilities.

## Office of Legislative Services Estimate

Fiscal Impact	Year 1	<u>Year 2</u>	Year 3
State Cost	Indeterminate	Indeterminate	Indeterminate
<b>Local Cost</b>	Indeterminate	Indeterminate	Indeterminate

- ! Information on the total number of overtime hours worked at all affected health care facilities is not available. Of the number of overtime hours worked, it is not known how many hours are required and how many hours are voluntary or incorporated within an employer-employee collective bargaining agreement or contract.
- ! It is not known how many additional personnel in affected health care facilities would have to be employed to compensate for the loss of required overtime, or whether the facilities would be able to hire the additional personnel to compensate for the loss of required overtime. If health care facilities are unable to employ sufficient numbers of additional personnel, their license, accreditation or ability to operate may be jeopardized. This would result in a loss of revenues, primarily from the federal Medicare and Medicaid programs.
- ! Administrative costs DHSS, DHS and DLPS may incur collecting data to assess the potential impact of the mandatory overtime prohibition on employee availability cannot be determined, but may be significant. Administrative costs DOL would incur investigating alleged violations cannot be determined, but may be significant depending on the number of investigations that would have to be conducted and the amount of time each investigation requires.



#### **BILL DESCRIPTION**

Senate Bill No. 2093 (1R) of 2001 would make it a violation of the "New Jersey State Wage and Hour Law" for a health care facility to require hourly wage employees who are involved in direct patient care activities or clinical services to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance (as defined in the bill) when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing. Acceptance of overtime work would be strictly voluntary; employees refusing overtime work would not be exposed to discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee. Overtime would also be permitted as part of an employer-employee collective bargaining agreement or contract.

With the exception of assisted living facilities licensed by DHSS, all health care facilities licensed by DHSS, State and county psychiatric hospitals, State developmental centers, and health care service firms registered with DLPS are subject to the legislation.

DHSS, DHS and DLPS are directed to collect data from all health care facilities, except general hospitals, to assess the potential impact of the mandatory overtime prohibition on employee availability and other considerations, and to report their findings to various legislative committees within 18 months of the legislation's enactment.

## FISCAL ANALYSIS

### EXECUTIVE BRANCH

None received.

## OFFICE OF LEGISLATIVE SERVICES

The Office of Legislative Services is unable to determine the fiscal impact of the legislation because:

- No data are readily available regarding the total number of overtime hours that are incurred at the affected health care facilities, the number of overtime hours that are voluntary or incorporated within an employer-employee collective bargaining agreement or any other employer-employee contract, and the number of overtime hours that are required of employees.
- C The number of additional employees health care facilities may have to hire to compensate for the loss of required overtime cannot be determined. Whether health care facilities would be able to employ sufficient additional staff to compensate for the loss of required overtime is not known. To the extent that health care facilities are not able to employ sufficient additional staff, their license, accreditation or ability to operate may be jeopardized due to a loss of third-party reimbursements, primarily federal Medicare and Medicaid revenues.
- Additional administrative costs DHSS, DHS and DLPS would incur collecting data from all affected health care facilities to assess the potential impact of the mandatory overtime prohibition on employee availability cannot be determined, but are potentially significant as there are more than 1,000 affected facilities.
- C Additional costs DOL may incur investigating complaints filed under the legislation cannot be determined. Once the law is implemented and complaints are filed and investigated, costs associated with investigating these type of complaints can be determined.

Section: Human Services

Analyst: Jay Hershberg

Principal Fiscal Analyst

Approved: Alan R. Kooney

Legislative Budget and Finance Officer

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67.

# [Second Reprint] SENATE, No. 2093

# STATE OF NEW JERSEY 209th LEGISLATURE

**INTRODUCED FEBRUARY 8, 2001** 

Sponsored by: Senator JOSEPH F. VITALE District 19 (Middlesex) Senator JOHN O. BENNETT District 12 (Monmouth)

Co-Sponsored by: Senators Adler and Furnari

## **SYNOPSIS**

Prohibits health care facilities from requiring certain hourly wage employees to perform overtime work.

## **CURRENT VERSION OF TEXT**

As reported by the Senate Budget and Appropriations Committee on June 25, 2001, with amendments.

**AN ACT** concerning work hours for certain health care facility employees and supplementing P.L.1966, c.113 (C.34:11-56a et seq.).

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

1. It is declared to be the public policy of this State to establish a maximum <sup>1</sup>[work day and] <sup>1</sup> work week for certain hourly wage health care facility employees, beyond which the employees cannot be required to perform overtime work, in order to safeguard their health, efficiency, and general well-being as well as the health and general well-being of the persons to whom these employees provide services.

## 2. As used in this act:

"Employee" means an individual employed by a health care facility who is involved in direct patient care activities or clinical services and who receives an hourly wage<sup>1</sup>, but shall not include a physician<sup>1</sup>.

"Employer" means an individual, partnership, association, corporation or person or group of persons acting directly or indirectly in the interest of a health care facility.

"Health care facility" means a health care facility licensed by the Department of Health and Senior Services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.)<sup>1</sup>, a State or county psychiatric hospital, a State developmental center, or a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety pursuant to P.L.1960, c.39 (C.56:8-1 et seq.)<sup>1</sup>.

<sup>2</sup>"On-call time" means time spent by an employee who is not currently working on the premises of the place of employment, but who is compensated for availability, or as a condition of employment has agreed to be available, to return to the premises of the place of employment on short notice if the need arises.

"Reasonable efforts" means that the employer shall: a. seek persons who volunteer to work extra time from all available qualified staff who are working at the time of the unforeseeable emergent circumstance; b. contact all qualified employees who have made themselves available to work extra time; c. seek the use of per diem staff; and d. seek personnel from a contracted temporary agency when such staff is permitted by law or regulation.<sup>2</sup>

"Unforeseeable emergent circumstance" means <sup>1</sup>[an unpredictable
 or unavoidable occurrence at unscheduled intervals relating to health

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

<sup>&</sup>lt;sup>1</sup> Senate SHH committee amendments adopted March 15, 2001.

<sup>&</sup>lt;sup>2</sup> Senate SBA committee amendments adopted June 25, 2001.

1 care delivery that requires immediate action] <sup>2</sup>[any unforeseen

- 2 <u>declared national, State or municipal emergency or a disaster or other</u>
- 3 catastrophic event which substantially affects or increases the need for
- 4 <u>health care services</u><sup>1</sup>] an unpredictable or unavoidable occurrence at
- 5 unscheduled intervals relating to health care delivery that requires
- 6 <u>immediate action</u><sup>2</sup>.

3. The requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing <sup>2</sup> and the employer has exhausted reasonable efforts to obtain staffing<sup>2</sup>, is declared to be contrary to public policy and any such requirement contained in any contract, agreement or understanding executed <sup>2</sup> or renewed <sup>2</sup> after the effective date of this act shall be void.

- 4. a. Notwithstanding any provision of law to the contrary, no health care facility shall require an employee to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week.
- b. The acceptance by any employee of such work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, shall be strictly voluntary and the refusal of any employee to accept such overtime work shall not be grounds for discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.
- c. The provisions of this section shall not apply in the case of an unforeseeable emergent circumstance when<sup>2</sup>: (1)<sup>2</sup> the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing<sup>2</sup>, and (2) the employer has exhausted reasonable efforts to obtain staffing<sup>2</sup>. <sup>1</sup>In the event of such an unforeseeable emergent circumstance, the employer shall provide the employee with necessary time, up to a maximum of one hour, to arrange for the care of the employee's minor children or elderly or disabled family members.<sup>1</sup>
- <sup>2</sup>The requirement that the employer shall exhaust reasonable efforts to obtain staffing shall not apply in the event of any declared national. State or municipal emergency or a disaster or other catastrophic event which substantially affects or increases the need for health care services.
- d. In the event that an employer requires an employee to work
  overtime pursuant to subsection c. of this section, the employer shall
  document in writing the reasonable efforts it has exhausted. The
  documentation shall be made available for review by the Department

1 2	of Health and Senior Services and the Department of Labor. <sup>2</sup>
3	5. An employer who violates the provisions of this act shall be
4	subject to the sanctions provided by law for violations of the "New
5	Jersey State Wage and Hour Law," P.L.1966, c.113 (C.34:11-56a et
6	seq.).
7	seq.).
8	<sup>1</sup> 6. a. The provisions of this act shall not be construed to impair
9	or negate any employer-employee collective bargaining agreement or
10	any other employer-employee contract in effect on the effective date
11	of this act.
12	b. The provisions of this act shall not apply to employees of
13	assisted living facilities licensed by the Department of Health and
14	Senior Services who are provided with room and board as a benefit of
15	their employment and reside in the facility on a full-time basis. <sup>1</sup>
16	<sup>2</sup> c. The provisions of this act shall not apply to on-call time, but
17	nothing in this act shall be construed to permit an employer to use on-
18	call time as a substitute for mandatory overtime. <sup>2</sup>
19	
20	<sup>1</sup> 7. The Departments of Health and Senior Services, Human
21	Services, and Law and Public Safety shall each collect data from all
22	health care facilities <sup>2</sup> [, except general hospitals,] <sup>2</sup> which the
23	respective department licenses, operates or regulates, as to the
24	potential impact of the mandatory overtime prohibition on employee
25	availability and other considerations, and shall jointly report their
26	findings to the Senate and General Assembly Health Committees
27	within 18 months of the date of enactment of this act. <sup>1</sup>
28	b. The provisions of this act shall not apply to employees of
29	assisted living facilities licensed by the Department of Health and
30	Senior Services who are provided with room and board as a benefit of
31	their employment and reside in the facility on a full-time basis. <sup>1</sup>
32	<sup>2</sup> c. The provisions of this act shall not apply to on-call time, but
33	nothing in this act shall be construed to permit an employer to use on-
34	call time as a substitute for mandatory overtime. <sup>2</sup>
35	1
36	<sup>1</sup> 8. The Commissioner of Health and Senior Services, in
37	consultation with the Attorney General and the Commissioners of
38	Human Services and Labor, shall adopt rules and regulations, pursuant
39	to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1
40	et seq.), within six months of the date of enactment of this act, to carry
41	out the purposes of this act. <sup>1</sup>
42 43	<sup>1</sup> [6.] 9. This act shall take effect <sup>1</sup> [immediately] <sup>2</sup> [180 days] 12
44	months <sup>2</sup> after the date of enactment in the case of <sup>2</sup> [a general] an
45	acute care <sup>2</sup> hospital and 18 months after the date of enactment in the
46	case of <sup>2</sup> long-term care facilities and <sup>2</sup> all other health care facilities <sup>1</sup> .

# ASSEMBLY HEALTH COMMITTEE STATEMENT TO

[Second Reprint] SENATE, No. 2093

## STATE OF NEW JERSEY

DATED: NOVEMBER 19, 2001

The Assembly Health Committee reports favorably Senate Bill No. 2093 (2R).

This bill establishes, under the "New Jersey State Wage and Hour Law," a cap on the number of hours per week that hourly health care employees can be required to work.

The bill would apply to hourly employees of any health care facility who are involved in direct patient care or clinical services, but not to physicians. The bill defines "health care facility" to mean: a health care facility licensed by the Department of Health and Senior Services, a State or county psychiatric hospital, a State developmental center, or a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety. (This would include hospitals, nursing homes, assisted living facilities, home health agencies, the five State psychiatric hospitals and the Ann Klein Forensic Center, the six county psychiatric hospitals, the six State developmental centers and the Arthur Brisbane Child Center, and the State-operated veterans' nursing homes.)

Currently, health care facilities may require their hourly wage employees to accept overtime work; that is, the facilities can ask these hourly workers to perform paid involuntary overtime services or risk sanctions, such as discharge or demotion.

This bill would make it a violation of the Wage and Hour Law for a health care facility to require covered hourly employees to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week. The bill declares any requirement that a covered employee of a health care facility accept work in excess of 40 hours per week to be contrary to public policy, and provides that any such requirement in a contract executed or renewed after the effective date of the bill shall be void.

An exception to the prohibition against mandatory overtime would be allowed in the event of an "unforeseeable emergent circumstance," which the bill defines as "an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action." This "emergency exception" could not be invoked simply to fill vacancies resulting from chronic short staffing, but would apply only if: the overtime were required as a last resort; and the employer, except in cases of an officially declared emergency or disaster, had exhausted reasonable efforts to obtain staffing. The bill directs an employer requiring emergency overtime work to prepare written documentation of those "reasonable efforts," and to make that documentation available for review by the Departments of Health and Senior Services and Labor.

The bill specifically provides that (except in the case of an "unforeseeable emergent circumstance") an hourly health care worker's acceptance of overtime work would be strictly voluntary, and that the refusal of such overtime work would not expose employees to discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.

The bill provides that health care facilities that demand involuntary overtime service in violation of the provisions of this bill shall be subject to the sanctions set forth in the "New Jersey State Wage and Hour Law," including liability for administrative penalties and fines and possible imprisonment, as well as having to reinstate wrongfully discharged employees with payment of any lost wages.

The provisions of the bill are not to be construed to impair any collective bargaining agreement or contract in effect on the effective date of the bill and would not apply to employees of assisted living facilities licensed by the Department of Health and Senior Services who are provided with room and board as a benefit of their employment and reside in the facility on a full-time basis.

The bill directs the Departments of Health and Senior Services, Human Services and Law and Public Safety to collect data from all health care facilities that the respective department licenses, operates or regulates, as to the potential impact of the mandatory overtime prohibition on employee availability and other considerations, and to jointly report their findings to the Senate and General Assembly Health Committees within 18 months of the enactment of the bill.

The bill takes effect: 12 months after enactment, in the case of an acute care hospital; and 18 months after enactment, in the case of long term care facilities and all other health care facilities.

This bill is identical to Assembly Bill No. 3303 ACA (Collins/Conners), which the committee also reported on this date.

## [Corrected Copy]

# [Second Reprint]

## SENATE, No. 2093

# STATE OF NEW JERSEY 209th LEGISLATURE

**INTRODUCED FEBRUARY 8, 2001** 

Sponsored by: Senator JOSEPH F. VITALE District 19 (Middlesex) Senator JOHN O. BENNETT District 12 (Monmouth)

### Co-Sponsored by:

Senators Adler, Furnari, Cafiero, Turner, Girgenti, Assemblymen Collins, Conners, Kelly, Corodemus and Assemblywoman Greenstein

## **SYNOPSIS**

Prohibits health care facilities from requiring certain hourly wage employees to perform overtime work.

## **CURRENT VERSION OF TEXT**

As reported by the Senate Budget and Appropriations Committee on June 25, 2001, with amendments.

(Sponsorship Updated As Of: 12/11/2001)

**AN ACT** concerning work hours for certain health care facility employees and supplementing P.L.1966, c.113 (C.34:11-56a et seq.).

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

1. It is declared to be the public policy of this State to establish a maximum <sup>1</sup>[work day and] <sup>1</sup> work week for certain hourly wage health care facility employees, beyond which the employees cannot be required to perform overtime work, in order to safeguard their health, efficiency, and general well-being as well as the health and general well-being of the persons to whom these employees provide services.

## 2. As used in this act:

"Employee" means an individual employed by a health care facility who is involved in direct patient care activities or clinical services and who receives an hourly wage<sup>1</sup>, but shall not include a physician<sup>1</sup>.

"Employer" means an individual, partnership, association, corporation or person or group of persons acting directly or indirectly in the interest of a health care facility.

"Health care facility" means a health care facility licensed by the Department of Health and Senior Services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.)<sup>1</sup>, a State or county psychiatric hospital, a State developmental center, or a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety pursuant to P.L.1960, c.39 (C.56:8-1 et seq.)<sup>1</sup>.

<sup>2</sup>"On-call time" means time spent by an employee who is not currently working on the premises of the place of employment, but who is compensated for availability, or as a condition of employment has agreed to be available, to return to the premises of the place of employment on short notice if the need arises.

"Reasonable efforts" means that the employer shall: a. seek persons who volunteer to work extra time from all available qualified staff who are working at the time of the unforeseeable emergent circumstance; b. contact all qualified employees who have made themselves available to work extra time; c. seek the use of per diem staff; and d. seek personnel from a contracted temporary agency when such staff is permitted by law or regulation.<sup>2</sup>

"Unforeseeable emergent circumstance" means <sup>1</sup>[an unpredictable
 or unavoidable occurrence at unscheduled intervals relating to health

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

<sup>&</sup>lt;sup>1</sup> Senate SHH committee amendments adopted March 15, 2001.

<sup>&</sup>lt;sup>2</sup> Senate SBA committee amendments adopted June 25, 2001.

1 care delivery that requires immediate action] <sup>2</sup>[any unforeseen

- 2 <u>declared national, State or municipal emergency or a disaster or other</u>
- 3 catastrophic event which substantially affects or increases the need for
- 4 <u>health care services</u><sup>1</sup>] an unpredictable or unavoidable occurrence at
- 5 unscheduled intervals relating to health care delivery that requires
- 6 <u>immediate action</u><sup>2</sup>.

3. The requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing <sup>2</sup> and the employer has exhausted reasonable efforts to obtain staffing<sup>2</sup>, is declared to be contrary to public policy and any such requirement contained in any contract, agreement or understanding executed <sup>2</sup> or renewed <sup>2</sup> after the effective date of this act shall be void.

- 4. a. Notwithstanding any provision of law to the contrary, no health care facility shall require an employee to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week.
- b. The acceptance by any employee of such work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, shall be strictly voluntary and the refusal of any employee to accept such overtime work shall not be grounds for discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.
- c. The provisions of this section shall not apply in the case of an unforeseeable emergent circumstance when<sup>2</sup>: (1)<sup>2</sup> the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing<sup>2</sup>, and (2) the employer has exhausted reasonable efforts to obtain staffing<sup>2</sup>. <sup>1</sup>In the event of such an unforeseeable emergent circumstance, the employer shall provide the employee with necessary time, up to a maximum of one hour, to arrange for the care of the employee's minor children or elderly or disabled family members.<sup>1</sup>
- <sup>2</sup>The requirement that the employer shall exhaust reasonable efforts to obtain staffing shall not apply in the event of any declared national. State or municipal emergency or a disaster or other catastrophic event which substantially affects or increases the need for health care services.
- d. In the event that an employer requires an employee to work
  overtime pursuant to subsection c. of this section, the employer shall
  document in writing the reasonable efforts it has exhausted. The
  documentation shall be made available for review by the Department

## S2093 [2R] VITALE, BENNETT

1 2	of Health and Senior Services and the Department of Labor. <sup>2</sup>
3	5. An employer who violates the provisions of this act shall be
4	subject to the sanctions provided by law for violations of the "New
5	Jersey State Wage and Hour Law," P.L.1966, c.113 (C.34:11-56a et
6	seq.).
7	seq.).
8	<sup>1</sup> 6. a. The provisions of this act shall not be construed to impair
9	or negate any employer-employee collective bargaining agreement or
10	any other employer-employee contract in effect on the effective date
11	of this act.
12	b. The provisions of this act shall not apply to employees of
13	assisted living facilities licensed by the Department of Health and
14	Senior Services who are provided with room and board as a benefit of
15	their employment and reside in the facility on a full-time basis. <sup>1</sup>
16	<sup>2</sup> c. The provisions of this act shall not apply to on-call time, but
17	nothing in this act shall be construed to permit an employer to use on-
18	call time as a substitute for mandatory overtime. <sup>2</sup>
19	
20	<sup>1</sup> 7. The Departments of Health and Senior Services, Human
21	Services, and Law and Public Safety shall each collect data from all
22	health care facilities <sup>2</sup> [, except general hospitals,] <sup>2</sup> which the
23	respective department licenses, operates or regulates, as to the
24	potential impact of the mandatory overtime prohibition on employee
25	availability and other considerations, and shall jointly report their
26	findings to the Senate and General Assembly Health Committees
27	within 18 months of the date of enactment of this act. <sup>1</sup>
28	
29	<sup>1</sup> 8. The Commissioner of Health and Senior Services, in
30	consultation with the Attorney General and the Commissioners of
31	Human Services and Labor, shall adopt rules and regulations, pursuant
32	to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1
33	et seq.), within six months of the date of enactment of this act, to carry
34	out the purposes of this act. <sup>1</sup>
35	
36	<sup>1</sup> [6.] <u>9.</u> This act shall take effect <sup>1</sup> [immediately] <sup>2</sup> [180 days] <u>12</u>
37	months <sup>2</sup> after the date of enactment in the case of [a general] an
38	acute care <sup>2</sup> hospital and 18 months after the date of enactment in the
39	case of <sup>2</sup> long-term care facilities and <sup>2</sup> all other health care facilities <sup>1</sup> .

## ASSEMBLY, No. 3303

## STATE OF NEW JERSEY

## 209th LEGISLATURE

INTRODUCED MARCH 22, 2001

Sponsored by:
Assemblyman JACK COLLINS
District 3 (Salem, Cumberland and Gloucester)
Assemblyman JACK CONNERS
District 7 (Burlington and Camden)

Co-Sponsored by: Assemblyman Kelly

## **SYNOPSIS**

Prohibits health care facilities from requiring certain hourly wage employees to perform overtime work.

## **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 10/4/2001)

**AN ACT** concerning work hours for certain health care facility employees and supplementing P.L.1966, c.113 (C.34:11-56a et seq.).

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

1. It is declared to be the public policy of this State to establish a maximum work day and work week for certain hourly wage health care facility employees, beyond which the employees cannot be required to perform overtime work, in order to safeguard their health, efficiency, and general well-being as well as the health and general well-being of the persons to whom these employees provide services.

2. As used in this act:

"Employee" means an individual employed by a health care facility who is involved in direct patient care activities or clinical services and who receives an hourly wage.

"Employer" means an individual, partnership, association, corporation or person or group of persons acting directly or indirectly in the interest of a health care facility.

"Health care facility" means a health care facility licensed by the Department of Health and Senior Services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.).

"Unforeseeable emergent circumstance" means an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action.

3. The requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing, is declared to be contrary to public policy and any such requirement contained in any contract, agreement or understanding executed after the effective date of this act shall be void.

- 4. a. Notwithstanding any provision of law to the contrary, no health care facility shall require an employee to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week.
- b. The acceptance by any employee of such work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, shall be strictly voluntary and the refusal of any employee to accept such overtime work shall not be grounds

### A3303 COLLINS, CONNERS

1 for discrimination, dismissal, discharge or any other penalty or 2 employment decision adverse to the employee.

c. The provisions of this section shall not apply in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing.

5. An employer who violates the provisions of this act shall be subject to the sanctions provided by law for violations of the "New Jersey State Wage and Hour Law," P.L.1966, c.113 (C.34:11-56a et seq.).

6. This act shall take effect immediately.

#### **STATEMENT**

This bill supplements the "New Jersey State Wage and Hour Law" by establishing a maximum work day and work week for hourly wage health care facility employees.

Currently, health care facilities are not prohibited from requiring that their hourly wage employees accept overtime work. Therefore, although overtime work is generally viewed as a voluntary offering, health care facilities can demand that their hourly wage employees perform paid involuntary overtime services or be subject to employment decisions adverse to the workers, such as discharge or demotion.

This bill would make it a violation of the "New Jersey State Wage and Hour Law" for a health care facility to require hourly wage employees who are involved in direct patient care activities or clinical services to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance (defined as "an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action") when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing. The bill specifically provides that the acceptance of such overtime work would be strictly voluntary and the refusal of such overtime work would not expose employees to discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.

The bill specifies that the requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseen emergent circumstance when the overtime is required only as a last resort and is not used to fill

## A3303 COLLINS, CONNERS

- 1 vacancies resulting from chronic short staffing, is declared to be
- 2 contrary to public policy and any such requirement contained in any
- 3 contract, agreement or understanding executed after the effective date
- 4 of this bill shall be void.
- 5 Finally, the bill provides that health care facilities which require
- 6 these hourly wage employees to accept involuntary overtime work
- 7 shall be subject to the sanctions set forth in the "New Jersey State
- 8 Wage and Hour Law," which sanctions include payment of
- 9 administrative penalties, fines, and possible imprisonment as well as
- 10 reinstatement of wrongfully discharged employees with payment of any
- 11 lost wages.

## ASSEMBLY HEALTH COMMITTEE

## STATEMENT TO

## ASSEMBLY, No. 3303

with committee amendments

## STATE OF NEW JERSEY

DATED: NOVEMBER 19, 2001

The Assembly Health Committee reports favorably and with committee amendments Assembly Bill No. 3303.

As amended by the committee, this bill establishes, under the "New Jersey State Wage and Hour Law," a cap on the number of hours per week that hourly health care employees can be required to work.

The bill would apply to hourly employees of any health care facility who are involved in direct patient care or clinical services, but not to physicians. The bill defines "health care facility" to mean: a health care facility licensed by the Department of Health and Senior Services, a State or county psychiatric hospital, a State developmental center, or a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety. (This would include hospitals, nursing homes, assisted living facilities, home health agencies, the five State psychiatric hospitals and the Ann Klein Forensic Center, the six county psychiatric hospitals, the six State developmental centers and the Arthur Brisbane Child Center, and the State-operated veterans' nursing homes.)

Currently, health care facilities may require their hourly wage employees to accept overtime work; that is, the facilities can ask these hourly workers to perform paid involuntary overtime services or risk sanctions, such as discharge or demotion.

This bill would make it a violation of the Wage and Hour Law for a health care facility to require covered hourly employees to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week. The bill declares any requirement that a covered employee of a health care facility accept work in excess of 40 hours per week to be contrary to public policy, and provides that any such requirement in a contract executed or renewed after the effective date of the bill shall be void.

An exception to the prohibition against mandatory overtime would be allowed in the event of an "unforeseeable emergent circumstance," which the bill defines as "an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action." This "emergency exception" could not be invoked simply to fill vacancies resulting from chronic short staffing, but would apply only if: the overtime were required as a last resort; and the employer, except in cases of an officially declared emergency or disaster, had exhausted reasonable efforts to obtain staffing. The bill directs an employer requiring emergency overtime work to prepare written documentation of those "reasonable efforts," and to make that documentation available for review by the Departments of Health and Senior Services and Labor.

The bill specifically provides that (except in the case of an "unforeseeable emergent circumstance") an hourly health care worker's acceptance of overtime work would be strictly voluntary, and that the refusal of such overtime work would not expose employees to discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.

The bill provides that health care facilities that demand involuntary overtime service in violation of the provisions of this bill shall be subject to the sanctions set forth in the "New Jersey State Wage and Hour Law," including liability for administrative penalties and fines and possible imprisonment, as well as having to reinstate wrongfully discharged employees with payment of any lost wages.

The provisions of the bill are not to be construed to impair any collective bargaining agreement or contract in effect on the effective date of the bill and would not apply to employees of assisted living facilities licensed by the Department of Health and Senior Services who are provided with room and board as a benefit of their employment and reside in the facility on a full-time basis.

The bill directs the Departments of Health and Senior Services (DHSS), Human Services (DHS) and Law and Public Safety (DLPS) to collect data from all health care facilities that the respective department licenses, operates or regulates, as to the potential impact of the mandatory overtime prohibition on employee availability and other considerations, and to jointly report their findings to the Senate and General Assembly Health Committees within 18 months of the enactment of the bill.

The bill takes effect: 12 months after enactment, in the case of an acute care hospital; and 18 months after enactment, in the case of long-term care facilities and all other health care facilities.

The committee amendments:

- C specify in the definition of "employee" that it shall not include a physician who receives an hourly wage;
- expand the definition of "health care facility" to include State and county psychiatric hospitals, State developmental centers, and health care service firms regulated by DLPS;
- C clarify that the provisions of the bill shall not be construed to impair any collective bargaining agreement or contract in effect on the effective date of the bill;
- C specify that, in the event of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short

- staffing, the employer shall provide the employee with necessary time, up to a maximum of one hour, to arrange for the care of the employee's minor children or elderly or disabled family members;
- C require that an employer seeking to invoke the "emergency exception" provisions of the bill must first have exhausted reasonable efforts to obtain staffing, and also document those efforts in writing, except in the case of an officially declared emergency or disaster;
- C clarify that the bill does not apply to bona fide "on-call" time, as defined in the bill;
- c exempt from the provisions of the bill certain employees of assisted living facilities who reside on the premises of the facility;
- direct DHSS, DHS and DLPS to each collect data from all health care facilities as to the potential impact of the mandatory overtime prohibition on employee availability and other considerations, and to jointly report their findings to the Senate and General Assembly Health Committees within 18 months of the date of enactment of this bill:
- C direct the Commissioner of Health and Senior Services, in consultation with the Attorney General and the Commissioners of Human Services and Labor, to adopt rules and regulations to carry out the purposes of the bill, within six months of the date of enactment of the bill; and
- delay the effective date of the bill from immediately to 180 days after enactment in the case of acute care hospitals, and to 18 months after enactment in the case of all other health care facilities.

As reported by the committee, this bill is identical to Senate Bill No. 2093 (2R) (Vitale/Bennett), which the committee also reported on this date.

# [First Reprint] ASSEMBLY, No. 3303

# STATE OF NEW JERSEY 209th LEGISLATURE

INTRODUCED MARCH 22, 2001

Sponsored by:

Assemblyman JACK COLLINS
District 3 (Salem, Cumberland and Gloucester)
Assemblyman JACK CONNERS
District 7 (Burlington and Camden)

Co-Sponsored by:

Assemblymen Kelly, Corodemus and Assemblywoman Greenstein

## **SYNOPSIS**

Prohibits health care facilities from requiring certain hourly wage employees to perform overtime work.

## **CURRENT VERSION OF TEXT**

As reported by the Assembly Health Committee on November 19, 2001, with amendments.



(Sponsorship Updated As Of: 12/11/2001)

1	AN ACT concerning work hours for certain health care facility
2	employees and supplementing P.L.1966, c.113 (C.34:11-56a et
3	seq.).

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

1. It is declared to be the public policy of this State to establish a maximum <sup>1</sup>[work day and] <sup>1</sup> work week for certain hourly wage health care facility employees, beyond which the employees cannot be required to perform overtime work, in order to safeguard their health, efficiency, and general well-being as well as the health and general well-being of the persons to whom these employees provide services.

## 2. As used in this act:

"Employee" means an individual employed by a health care facility who is involved in direct patient care activities or clinical services and who receives an hourly wage<sup>1</sup>, but shall not include a physician<sup>1</sup>.

"Employer" means an individual, partnership, association, corporation or person or group of persons acting directly or indirectly in the interest of a health care facility.

"Health care facility" means a health care facility licensed by the Department of Health and Senior Services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.)<sup>1</sup>, a State or county psychiatric hospital, a State developmental center, or a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety pursuant to P.L.1960, c.39 (C.56:8-1 et seq.).

"On-call time" means time spent by an employee who is not currently working on the premises of the place of employment, but who is compensated for availability, or as a condition of employment has agreed to be available, to return to the premises of the place of employment on short notice if the need arises.

"Reasonable efforts" means that the employer shall: a. seek persons who volunteer to work extra time from all available qualified staff who are working at the time of the unforeseeable emergent circumstance; b. contact all qualified employees who have made themselves available to work extra time; c. seek the use of per diem staff; and d. seek personnel from a contracted temporary agency when such staff is

39 permitted by law or regulation<sup>1</sup>.

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

<sup>&</sup>lt;sup>1</sup> Assembly AHL committee amendments adopted November 19, 2001.

"Unforeseeable emergent circumstance" means an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action.

3. The requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing <sup>1</sup> and the employer has exhausted reasonable efforts to obtain staffing <sup>1</sup>, is declared to be contrary to public policy and any such requirement contained in any contract, agreement or understanding executed <sup>1</sup> or renewed <sup>1</sup> after the effective date of this act shall be void.

- 4. a. Notwithstanding any provision of law to the contrary, no health care facility shall require an employee to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week.
- b. The acceptance by any employee of such work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, shall be strictly voluntary and the refusal of any employee to accept such overtime work shall not be grounds for discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.
- c. The provisions of this section shall not apply in the case of an unforeseeable emergent circumstance when 1: (1) 1 the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing 1, and (2) the employer has exhausted reasonable efforts to obtain staffing. In the event of such an unforeseeable emergent circumstance, the employer shall provide the employee with necessary time, up to a maximum of one hour, to arrange for the care of the employee's minor children or elderly or disabled family members.

The requirement that the employer shall exhaust reasonable efforts to obtain staffing shall not apply in the event of any declared national. State or municipal emergency or a disaster or other catastrophic event which substantially affects or increases the need for health care services.

d. In the event that an employer requires an employee to work
overtime pursuant to subsection c. of this section, the employer shall
document in writing the reasonable efforts it has exhausted. The
documentation shall be made available for review by the Department
of Health and Senior Services and the Department of Labor<sup>1</sup>.

## A3303 [1R] COLLINS, CONNERS

1	5. An employer who violates the provisions of this act shall be
2	subject to the sanctions provided by law for violations of the "New
3	Jersey State Wage and Hour Law," P.L.1966, c.113 (C.34:11-56a et
4	seq.).
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6	<sup>1</sup> 6. a. The provisions of this act shall not be construed to impair
7	or negate any employer-employee collective bargaining agreement or
8	any other employer-employee contract in effect on the effective date
9	of this act.
10	b. The provisions of this act shall not apply to employees of
11	assisted living facilities licensed by the Department of Health and
12	Senior Services who are provided with room and board as a benefit of
13	their employment and reside in the facility on a full-time basis.
14	c. The provisions of this act shall not apply to on-call time, but
15	nothing in this act shall be construed to permit an employer to use on-
16	call time as a substitute for mandatory overtime. <sup>1</sup>
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18	<sup>1</sup> 7. The Departments of Health and Senior Services, Human
19	Services, and Law and Public Safety shall each collect data from all
20	<u>health care facilities which the respective department licenses, operates</u>
21	or regulates, as to the potential impact of the mandatory overtime
22	prohibition on employee availability and other considerations, and shall
23	jointly report their findings to the Senate and General Assembly Health
24	Committees within 18 months of the date of enactment of this act. <sup>1</sup>
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26	<sup>1</sup> 8. The Commissioner of Health and Senior Services, in
27	consultation with the Attorney General and the Commissioners of
28	Human Services and Labor, shall adopt rules and regulations, pursuant
29	to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1
30	et seq.), within six months of the date of enactment of this act, to carry
31	out the purposes of this act. <sup>1</sup>
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33	<sup>1</sup> [6.] 9. This act shall take effect <sup>1</sup> [immediately] 12 months after
34	the date of enactment in the case of an acute care hospital and 18
35	months after the date of enactment in the case of long-term care
36	facilities and all other health care facilities <sup>1</sup> .

## P.L. 2001, CHAPTER 300, approved January 2, 2002 Senate No. 2093 (Second Reprint) (CORRECTED COPY)

AN ACT concerning work hours for certain health care facility employees and supplementing P.L.1966, c.113 (C.34:11-56a et seq.).

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**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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1. It is declared to be the public policy of this State to establish a maximum <sup>1</sup>[work day and] <sup>1</sup> work week for certain hourly wage health care facility employees, beyond which the employees cannot be required to perform overtime work, in order to safeguard their health, efficiency, and general well-being as well as the health and general well-being of the persons to whom these employees provide services.

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#### 2. As used in this act:

"Employee" means an individual employed by a health care facility who is involved in direct patient care activities or clinical services and who receives an hourly wage<sup>1</sup>, but shall not include a physician<sup>1</sup>.

"Employer" means an individual, partnership, association, corporation or person or group of persons acting directly or indirectly in the interest of a health care facility.

"Health care facility" means a health care facility licensed by the Department of Health and Senior Services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.)<sup>1</sup>, a State or county psychiatric hospital, a State developmental center, or a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety pursuant to P.L.1960, c.39 (C.56:8-1 et seq.)<sup>1</sup>.

<sup>2</sup>"On-call time" means time spent by an employee who is not currently working on the premises of the place of employment, but who is compensated for availability, or as a condition of employment has agreed to be available, to return to the premises of the place of employment on short notice if the need arises.

"Reasonable efforts" means that the employer shall: a. seek persons
 who volunteer to work extra time from all available qualified staff who
 are working at the time of the unforeseeable emergent circumstance;
 b. contact all qualified employees who have made themselves available

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

<sup>&</sup>lt;sup>1</sup> Senate SHH committee amendments adopted March 15, 2001.

 $<sup>^{\</sup>rm 2}$  Senate SBA committee amendments adopted June 25, 2001.

to work extra time; c. seek the use of per diem staff; and d. seek
personnel from a contracted temporary agency when such staff is
permitted by law or regulation.<sup>2</sup>

"Unforeseeable emergent circumstance" means <sup>1</sup> [an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action] <sup>2</sup> [any unforeseen declared national, State or municipal emergency or a disaster or other catastrophic event which substantially affects or increases the need for health care services <sup>1</sup>] an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action <sup>2</sup>.

3. The requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing <sup>2</sup> and the employer has exhausted reasonable efforts to obtain staffing<sup>2</sup>, is declared to be contrary to public policy and any such requirement contained in any contract, agreement or understanding executed <sup>2</sup> or renewed <sup>2</sup> after the effective date of this act shall be void.

- 4. a. Notwithstanding any provision of law to the contrary, no health care facility shall require an employee to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week.
- b. The acceptance by any employee of such work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, shall be strictly voluntary and the refusal of any employee to accept such overtime work shall not be grounds for discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.
- c. The provisions of this section shall not apply in the case of an unforeseeable emergent circumstance when<sup>2</sup>: (1)<sup>2</sup> the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing<sup>2</sup>, and (2) the employer has exhausted reasonable efforts to obtain staffing<sup>2</sup>. <sup>1</sup>In the event of such an unforeseeable emergent circumstance, the employer shall provide the employee with necessary time, up to a maximum of one hour, to arrange for the care of the employee's minor children or elderly or disabled family members.<sup>1</sup>

<sup>2</sup>The requirement that the employer shall exhaust reasonable efforts to obtain staffing shall not apply in the event of any declared national. State or municipal emergency or a disaster or other catastrophic event which substantially affects or increases the need for health care

1 services. 2 d. In the event that an employer requires an employee to work overtime pursuant to subsection c. of this section, the employer shall 3 4 document in writing the reasonable efforts it has exhausted. The 5 documentation shall be made available for review by the Department of Health and Senior Services and the Department of Labor.<sup>2</sup> 6 7 8 5. An employer who violates the provisions of this act shall be 9 subject to the sanctions provided by law for violations of the "New Jersey State Wage and Hour Law," P.L.1966, c.113 (C.34:11-56a et 10 seq.). 11 12 13 <sup>1</sup>6. a. The provisions of this act shall not be construed to impair 14 or negate any employer-employee collective bargaining agreement or 15 any other employer-employee contract in effect on the effective date of this act. 16 17 b. The provisions of this act shall not apply to employees of assisted living facilities licensed by the Department of Health and 18 Senior Services who are provided with room and board as a benefit of 19 their employment and reside in the facility on a full-time basis.<sup>1</sup> 20 21 <sup>2</sup>c. The provisions of this act shall not apply to on-call time, but 22 nothing in this act shall be construed to permit an employer to use on-23 call time as a substitute for mandatory overtime.<sup>2</sup> 24 25 <sup>1</sup>7. The Departments of Health and Senior Services, Human Services, and Law and Public Safety shall each collect data from all 26 health care facilities<sup>2</sup>[, except general hospitals,]<sup>2</sup> which the 27 respective department licenses, operates or regulates, as to the 28 29 potential impact of the mandatory overtime prohibition on employee 30 availability and other considerations, and shall jointly report their findings to the Senate and General Assembly Health Committees 31 32 within 18 months of the date of enactment of this act.<sup>1</sup> 33 34 <sup>1</sup>8. The Commissioner of Health and Senior Services, in 35 consultation with the Attorney General and the Commissioners of 36 Human Services and Labor, shall adopt rules and regulations, pursuant 37 to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), within six months of the date of enactment of this act, to carry 38 out the purposes of this act.<sup>1</sup> 39 40 <sup>1</sup>[6.] 9. This act shall take effect <sup>1</sup>[immediately] <sup>2</sup>[180 days] 12 41 months<sup>2</sup> after the date of enactment in the case of <sup>2</sup>[a general] an 42

acute care<sup>2</sup> hospital and 18 months after the date of enactment in the

case of <sup>2</sup>long-term care facilities and <sup>2</sup> all other health care facilities <sup>1</sup>.

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## S2093 [2R] 4

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3	Prohibits health care facilities from requiring certain hourly wage
4	employees to perform overtime work.

#### **CHAPTER 300**

**AN ACT** concerning work hours for certain health care facility employees and supplementing P.L.1966, c.113 (C.34:11-56a et seq.).

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

C.34:11-56a31 Establishment of maximum work week for certain health care facility employees.

1. It is declared to be the public policy of this State to establish a maximum work week for certain hourly wage health care facility employees, beyond which the employees cannot be required to perform overtime work, in order to safeguard their health, efficiency, and general well-being as well as the health and general well-being of the persons to whom these employees provide services.

C.34:11-56a32 Definitions relative to work hours for certain health care facility employees.

2. As used in this act:

"Employee" means an individual employed by a health care facility who is involved in direct patient care activities or clinical services and who receives an hourly wage, but shall not include a physician.

"Employer" means an individual, partnership, association, corporation or person or group of persons acting directly or indirectly in the interest of a health care facility.

"Health care facility" means a health care facility licensed by the Department of Health and Senior Services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.), a State or county psychiatric hospital, a State developmental center, or a health care service firm registered by the Division of Consumer Affairs in the Department of Law and Public Safety pursuant to P.L.1960, c.39 (C.56:8-1 et seq.).

"On-call time" means time spent by an employee who is not currently working on the premises of the place of employment, but who is compensated for availability, or as a condition of employment has agreed to be available, to return to the premises of the place of employment on short notice if the need arises.

"Reasonable efforts" means that the employer shall: a. seek persons who volunteer to work extra time from all available qualified staff who are working at the time of the unforeseeable emergent circumstance; b. contact all qualified employees who have made themselves available to work extra time; c. seek the use of per diem staff; and d. seek personnel from a contracted temporary agency when such staff is permitted by law or regulation.

"Unforeseeable emergent circumstance" means an unpredictable or unavoidable occurrence at unscheduled intervals relating to health care delivery that requires immediate action.

C.34:11-56a33 Excessive work shift contrary to public policy.

3. The requirement that an employee of a health care facility accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, except in the case of an unforeseeable emergent circumstance when the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing and the employer has exhausted reasonable efforts to obtain staffing, is declared to be contrary to public policy and any such requirement contained in any contract, agreement or understanding executed or renewed after the effective date of this act shall be void.

C.34:11-56a34 Health care facility employee work shift determined; exceptions voluntary.

- 4. a. Notwithstanding any provision of law to the contrary, no health care facility shall require an employee to accept work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week.
- b. The acceptance by any employee of such work in excess of an agreed to, predetermined and regularly scheduled daily work shift, not to exceed 40 hours per week, shall be strictly voluntary and the refusal of any employee to accept such overtime work shall not be grounds for discrimination, dismissal, discharge or any other penalty or employment decision adverse to the employee.
- c. The provisions of this section shall not apply in the case of an unforeseeable emergent circumstance when: (1)the overtime is required only as a last resort and is not used to fill vacancies resulting from chronic short staffing, and (2) the employer has exhausted reasonable

efforts to obtain staffing. In the event of such an unforeseeable emergent circumstance, the employer shall provide the employee with necessary time, up to a maximum of one hour, to arrange for the care of the employee's minor children or elderly or disabled family members.

The requirement that the employer shall exhaust reasonable efforts to obtain staffing shall not apply in the event of any declared national, State or municipal emergency or a disaster or other catastrophic event which substantially affects or increases the need for health care services.

d. In the event that an employer requires an employee to work overtime pursuant to subsection c. of this section, the employer shall document in writing the reasonable efforts it has exhausted. The documentation shall be made available for review by the Department of Health and Senior Services and the Department of Labor.

## C.34:11-56a35 Violations, sanctions.

5. An employer who violates the provisions of this act shall be subject to the sanctions provided by law for violations of the "New Jersey State Wage and Hour Law," P.L.1966, c.113 (C.34:11-56a et seq.).

## C.34:11-56a36 Construction, applicability of act.

- 6. a. The provisions of this act shall not be construed to impair or negate any employer-employee collective bargaining agreement or any other employer-employee contract in effect on the effective date of this act.
- b. The provisions of this act shall not apply to employees of assisted living facilities licensed by the Department of Health and Senior Services who are provided with room and board as a benefit of their employment and reside in the facility on a full-time basis.
- c. The provisions of this act shall not apply to on-call time, but nothing in this act shall be construed to permit an employer to use on-call time as a substitute for mandatory overtime.

## C.34:11-56a37 Collection of data relative to mandatory overtime prohibition, report.

7. The Departments of Health and Senior Services, Human Services, and Law and Public Safety shall each collect data from all health care facilities which the respective department licenses, operates or regulates, as to the potential impact of the mandatory overtime prohibition on employee availability and other considerations, and shall jointly report their findings to the Senate and General Assembly Health Committees within 18 months of the date of enactment of this act.

### C.34:11-56a38 Rules, regulations.

- 8. The Commissioner of Health and Senior Services, in consultation with the Attorney General and the Commissioners of Human Services and Labor, shall adopt rules and regulations, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), within six months of the date of enactment of this act, to carry out the purposes of this act.
- 9. This act shall take effect 12 months after the date of enactment in the case of an acute care hospital and 18 months after the date of enactment in the case of long-term care facilities and all other health care facilities

Approved January 2, 2002.