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## **WEST VIRGINIA LEGISLATURE**

**REGULAR SESSION, 1999** 

# **ENROLLED**

SENATE BILL NO572	
(By Senator <u>Wootow, E</u>	T AL)
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## Senate Bill No. 572

(By Senators Wooton, Love, Ball, Anderson, Hunter, Bailey, Schoonover, Kessler and Edgell)

[Passed March 11, 1999; in effect ninety days from passage.]

AN ACT to amend and reenact sections twenty-three-a and twenty-three-e, article two, chapter twenty of the code of West Virginia, one thousand nine hundred thirty-one, as amended; and to amend and reenact section one, article five-c, chapter twenty-one of said code, all relating to providing for the issuance of one additional whitewater rafting license on the Gauley River; instituting a moratorium on additional whitewater licenses on certain sections of the New and Gauley rivers; freezing minimum license allocations for existing licenses on certain sections of the New and Gauley rivers; defining minimum license allocations; providing for the continued study of rafting carrying capacity of the state's rivers by the whitewater commission; and clarifying that seasonal employees of commercial whitewater outfitters are exempt from overtime wage requirements.

Be it enacted by the Legislature of West Virginia:

That sections twenty-three-a and twenty-three-e, article two, chapter twenty of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended and reenacted; and to amend and reenact section one, article five-c, chapter twenty-one of said code, all to read as follows:

#### CHAPTER 20. NATURAL RESOURCES.

#### ARTICLE 2. WILDLIFE RESOURCES.

§20-2-23a. Whitewater commission; powers and duties of commission and division of natural resources; allocations; civil and criminal penalties for violations.

(a) There is hereby created a whitewater commission 1 2 within the division of natural resources. The commission shall consist of the director of the division of natural resources or his or her designee; the director of the division 5 of parks and tourism or his or her designee; three represen-6 tatives of private river users who have no affiliation with any commercial river enterprise to be appointed by the 8 governor: Provided, That no more than one representative 9 of the private river users may be from each whitewater 10 zone; and four persons representing four different licensed commercial whitewater outfitters currently operating 11 12 within the state to be appointed by the governor. The superintendent of the New River Gorge national park or 13 14 his or her designee shall be a nonvoting member of the 15 commission. All appointed members of the commission shall be citizens and residents of West Virginia. Of the 16 17 four representatives of commercial outfitters, two persons shall represent commercial whitewater outfitters holding 18 19 or controlling through corporate affiliation or common 20 ownership multiple licenses in West Virginia and two 21 persons shall represent commercial whitewater outfitters 22 in West Virginia who hold only a single license and who have no common ownership or corporate affiliation with 23 24 another licensee, the director of the division of natural resources shall serve as chairperson of the commission. Of 25 · the seven members of the commission first appointed by 26 27 the governor, two shall be appointed for a term of one year, two for a term of two years and three for a term of 28 29 three years. Thereafter, the terms of all appointed mem-30 bers of the commission are for three years. Members shall

- serve until their successors have been appointed and any vacancy in the office of a member shall be filled by appointment for the unexpired term. Members representing commercial outfitters who have served at least two years on the commission are not eligible for reappointment
- 36 to a successive term.

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- 37 (b) The commission has the following powers and duties:
- 38 (1) To investigate and study commercial whitewater 39 rafting, outfitting and activities related thereto which take 40 place along the rivers or waters of the state;
  - (2) To designate any such rivers or waters or any portions thereof as "whitewater zones" for which commercial whitewater rafting, outfitting and activities are to be investigated and studied, and to determine the order and the periods of time within which the investigations and studies are to be conducted. The commission shall first investigate and study those whitewater zones which it finds to present serious problems requiring immediate regulation, including, without limitation, safety hazards and problems of overcrowding or environmental misuse;
  - (3) To restrict, deny or postpone the issuance of licenses to additional commercial whitewater outfitters seeking to operate in areas and portions of rivers and waters in this state designated whitewater zones by action of the director of the division of natural resources as authorized under prior enactment of this section and so designated by the filing of a written notice entered upon the records of the division containing the designation and reasonable description of the whitewater zone: Provided, That in consideration of the consolidation occurring among outfitting companies providing rafting services on the Gauley River, the commission shall grant one additional whitewater rafting license for the Gauley River on or before the first day of July, one thousand nine hundred ninety-nine, with preference being given in the selection process to the applicant best satisfying the following criteria: (i) The applicant demonstrates a record of providing commercial rafting and related whitewater services in a safe and lawful manner on the New River and other rivers; (ii) the applicant has continuously engaged

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71 for three or more years in the commercial rafting business 72 on the New River and has, or can obtain, the necessary 73 equipment and facilities to support Gauley River opera-74 tions; (iii) the seniority of the application as measured by 75 the length of time the applicant has sought a Gauley River 76 license with the more senior application given preference; 77 (iv) that the applicant is not affiliated with, operated or 78 owned by an existing Gauley River licensee; (v) that the 79 applicant has no common ownership with an existing 80 Gauley River licensee; and (vi) that the economic benefit 81 represented by the award of a Gauley River license will 82 serve to assist the promotion of tourism and the delivery of 83 outfitting services beyond Fayette and Nicholas counties. 84 In authorizing the issuance of an additional Gauley River 85 license, it is the intention of the Legislature that the 86 commission not increase the carrying capacity of a current 87 Gauley River licensee, but that the commission promote and maintain competition among licensees by increasing 88 89 the number of independent outfitters operating on the 90 Gauley;

- 91 (4) To commission such studies as are necessary to 92 determine the physical carrying capacity and monitor the 93 levels of use on the New, Gauley, Cheat, Shenandoah and 94 Tygart rivers and how each relates to the overall quality of 95 the rafting experience, the economic impact of rafting, 96 tourism and employment in the state and the safety of the 97 general public: *Provided*, That if, during a study period, 98 the commission deems that overcrowding is not a problem 99 on any whitewater zone on the Cheat, Shenandoah and Tygart rivers, or on the New River upstream of the conflu-100 101 ence of the Greenbrier and New rivers and on the Gauley 102 River upstream of the Summersville Dam, then it may 103 issue a license:
  - (5) Based on the findings of a study of the carrying capacity of a river, to formulate rational criteria for an allocation methodology for the river subject to the study, including, but not limited to, a minimum allocation for each river studied;
- 109 (6) To immediately implement a freeze on mandated 110 changes in use allocations for the licenses of existing

- 111 licensees on moratorium sections of the Gauley and New
- rivers as defined in subsection (d) of this section. All such 112
- 113 licenses shall carry the use allocation in effect on the
- 114 second day of May, one thousand nine hundred ninety-
- 115 two. The commission shall implement allocation method-
- 116 ologies for other rivers as the commission, after appropri-
- 117 ate study, may deem necessary with all such allocation
- 118 methodologies implemented by rules promulgated pursu-
- 119 ant to chapter twenty-nine-a of this code;
- 120 (7) To determine administrative policies relating to 121 regulation of the whitewater industry and to administer 122 such policies, except that the commission shall delegate to 123 the director of the division of natural resources or his or 124 her designee the authority to administer the day-to-day 125 responsibilities of the commission pursuant to this section 126 and may vest in the director of the division of natural
- 127 resources or his or her designee the authority to make
- 128 determinations with respect to which it is not practicable
- to convene or to poll the commission, within guidelines 129
- 130 established by the commission;
- 131 (8) To review all contracts or agreements with govern-132 mental agencies related to whitewater studies or regula-
- 133 tion, and any negotiations related thereto;
- 134 (9) To verify reports by outfitters of numbers of river 135 users and guides, to monitor the extent of the crowding conditions on the rivers and to establish a system for 136 137 reporting the number of river users and guides on each
- 138 whitewater expedition;
- 139 (10) To regulate the issuance, transfer, and renewal of
- 140 licenses. However, licenses issued to commercial white-
- 141 water outfitters or use allocations or other privileges
- 142 conferred by a license may be transferred, sold, offered as 143 security to financial institutions or otherwise encumbered,
- 144 upon notice in writing to the commission and the director
- 145 of the division of natural resources, subject to the follow-
- ing limitations: (i) The commission may refuse a transfer 146
- 147 upon a finding that there is reasonable cause to believe
- 148 that the safety of members of the public may be adversely
- 149 affected by the transfer; and (ii) the commission shall

require that taxes, workers' compensation and other obligations due the state be paid prior to any transfer;

- 152 (11) To collect, for the duration of a study period estab-153 lished in subdivision (4) of this subsection, an annual 154 license fee of five hundred dollars for each river on which 155 a commercial whitewater outfitter operates. The annual 156 per river license fee is limited to the Cheat, Gauley, New, 157 Shenandoah and Tygart rivers. The annual license fee for 158 a commercial whitewater outfitter operating on a river not 159 so designated is five hundred dollars regardless of the 160 number of rivers operated on. A commercial whitewater 161 outfitter who is operating on a river designated in this 162 subdivision and who has paid the annual per river license 163 fee may not be required to pay an additional annual 164 license fee to operate on a nondesignated river. 165 commercial whitewater outfitter license shall be issued by 166 the commission and is for a period of ten years: *Provided*. 167 That an outfitter pays the required annual license fee. If 168 an outfitter fails to pay the license fee, then the license 169 shall be suspended until the license fee is paid. Licenses 170 are subject to the bonding provisions set forth in section 171 twenty-three-d of this article and the revocation provi-172 sions set forth in the rules promulgated by the director of 173 the division of natural resources. License fees shall be 174 used by the division of natural resources for the purpose of 175 enforcing and administering the provisions of this section;
- 176 (12) To establish a special study and improvement fee to 177 be paid by outfitters and to establish procedures for the 178 collection and enforcement of the special study and 179 improvement fee;
- 180 (13) To establish a procedure for hearings on violations 181 of this section and rules promulgated thereunder and to 182 establish civil penalties for violations of this section and 183 rules promulgated thereunder; and
- 184 (14) To approve rules promulgated by the director of the 185 division of natural resources pursuant to chapter 186 twenty-nine-a of this code, with respect to commercial 187 whitewater outfitters operating upon the waters of the 188 state, whether or not such waters have been designated 189 whitewater zones, which relate to: (i) Minimum safety

- requirements for equipment; (ii) standards for the size of rafts and number of persons which may be transported in any one raft; (iii) qualifications of commercial whitewater guides; and, with respect to waters designated whitewater zones, (iv) standards for the number of rafts and number of persons transported in rafts.
- 196 (c) The commission shall meet upon the call of the 197 chairperson or a majority of the members of the commis-198 sion. However, the commission shall meet at least quar-199 terly and shall conduct business when a majority of the 200 members are present. At the meetings, the commission 201 shall review all data, materials and relevant findings 202 compiled relating to any investigation and study then 203 under consideration and, as soon as practicable thereafter, 204 the commission may recommend rules to govern and apply 205 to the designated whitewater zone(s). The commission 206 may meet at its discretion for the purpose of considering 207 and adjusting allocations and review fees and proposed 208 expenditures. A budget shall be approved for each fiscal 209 year for the expenditure of funds subject to the commis-210 sion's control. The commission may not limit the number 211 of commercial whitewater outfitters operating on rivers 212 not designated as whitewater zones, nor may the commis-213 sion limit the number of rafts or total number of persons 214 transported in rafts by commercial whitewater outfitters 215 on rivers not designated as whitewater zones. Commission 216 members shall be reimbursed all reasonable and necessary 217 expenses incurred in the exercise of their duties.
- (d) Special provisions for the New River and the GauleyRiver:
- 220 (1) After the issuance of the Gauley River rafting license 221 provided for in subdivision (3), subsection (b) of this 222 section, a moratorium shall be imposed by the commission 223 upon the issuance of additional commercial rafting 224 licenses on whitewater zones of the New River between the 225 confluence of the Greenbrier and New rivers and the confluence of the New and Gauley rivers and upon white-226 227 water zones of the Gauley River from the Summersville 228 Dam to the confluence of the New and Gauley rivers. The 229 moratorium hereby imposed shall continue until such time

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230 as the commission is authorized by the legislature to 231 discontinue the moratorium.

232 (2) For the portions of the Gauley and New rivers subject 233 to the moratorium imposed by this section, the minimum 234 use allocation conferred by a license is one hundred twenty 235 for each designated section of a whitewater zone on the 236 Gauley and one hundred fifty for each designated section 237 of a whitewater zone on the New River. A licensee who 238 held a use allocation on the second day of May, one 239 thousand nine hundred ninety-two, with a use allocation 240 greater than the minimum allocation established in this 241 subdivision shall retain such use allocation on each 242 designated section of a whitewater zone on the morato-243 rium portions of the New and Gauley rivers subject only to 244 the sale, loss or forfeiture of the license or to a subsequent 245 action of the commission imposing a reduction in use 246 allocations pursuant to subdivision (4) of this subsection. The commission is authorized to increase or decrease 247 minimum use allocations for the moratorium sections of 248 249 the New and Gauley rivers only in accordance with the 250 provisions of subdivisions four and five of this subsection. 251 The commission may permit additional allocations or 252 licenses for whitewater outfitters which are nonprofit 253 entities operating upon the waters of the state upon the 254 effective date of this section. Except as provided in 255 subdivision (4), subsection (d) of this section, nothing in 256 this section shall be deemed to require the reduction of a 257 use allocation granted under an existing license or to 258 prohibit a commercial whitewater outfitter from acquiring 259 a license with a use allocation in excess of the minimum 260 allocations hereby established: Provided, That if a li-261 censee has sold, leased or assigned his license, or sold or 262 leased a portion of the use allocation under his license, 263 nothing herein shall be deemed to have the effect of 264 increasing the use allocation assigned to such license.

(3) The commission may permit peak-day variances from license limitations not exceeding ten percent of the use allocation granted under a license. The commission may permit off-peak-day variances from license limitations not exceeding twenty-five percent of the use allocation granted under a license.

271 (4) If, as result of a study employing the limits of accept-272 able change process, the whitewater commission acts to 273 reduce the aggregate maximum daily use limit for all 274 commercial rafting licenses on a section of the New River 275 or Gauley River subject to the license moratorium, the 276 reduction shall be distributed on a pro-rata basis among 277 all licenses granted for the section in proportion to an 278 individual license's relative share of the total use alloca-279 tion for such river section.

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- (5) If the limits of acceptable change process results in an 281 increase in the aggregate maximum daily use limit for all commercial rafting licenses on any section of the New 283 River or Gauley River subject to a moratorium on new 284 licenses, such increase shall be divided by the total number 285 of commercial rafting licenses issued for the relevant 286 section of river and the minimum use allocation for each such license shall be increased by the nearest whole 288 number resulting from the division.
- 289 (6) If any party contracts to purchase a license contain-290 ing a use allocation for a moratorium section of the New 291 River or the Gauley River, or if a licensee has obtained, or 292 in the future shall obtain additional use allocations for a 293 moratorium section by lease or purchase from another 294 licensee, the commission shall permit the transfer of such 295 license rights in accordance with the provisions of subdivi-296 sion (10), subsection (b) of this section. Unless the owners 297 of a license otherwise agree, when two or more licensees 298 share ownership or control of the use allocation assigned 299 to a license, any increase or decrease in use allocations 300 which results from an action of the commission under subdivisions four and five of this subsection shall be 301 302 distributed by the commission between such owners in 303 proportion to their ownership or control of the use alloca-304 tion assigned to such license.
- 305 (e) In the event the commission determines through an 306 appropriate study and the limits of acceptable change 307 process that a whitewater zone or a designated section of 308 a whitewater zone on waters other than the moratorium 309 sections of the New and Gauley river requires implementa-310 tion of use allocations, all whitewater rafting licenses

- 311 issued for such zone or section thereof shall be given the 312 same use allocation.
- 313 (f) Violation of this section or any rule promulgated 314 pursuant to this section constitutes a misdemeanor punish-315 able by the penalties set forth in section twenty-three-d of 316 this article.
- 317 (g) The director of the division of natural resources shall promulgate, pursuant to the provisions of chapter 318 319 twenty-nine-a of this code, all rules necessary to effectuate 320 the purposes of this section and these rules must be 321 approved by the commission. The division of natural 322 resources shall enforce the provisions of this section and 323 rules promulgated pursuant to this section, and shall 324 provide necessary staff and support services to the com-325 mission to effectuate the purposes of this section.
- 326 (h) All orders, determinations, rules, permits, grants, 327 contracts, certificates, licenses, waivers, bonds, authoriza-328 tions and privileges which have been issued, made, granted 329 or allowed to become effective pursuant to any prior 330 enactments of this section by the governor, the secretary of 331 the department of commerce, labor and environmental 332 resources, the director of the division of natural resources, 333 the whitewater advisory board or by a court of competent 334 jurisdiction, and which are in effect on the effective date 335 of this section, shall continue in effect according to their 336 terms until modified, terminated, superseded, set aside or 337 revoked by the governor, secretary, director or commission 338 pursuant to this section, by a court of competent jurisdic-339 tion, or by operation of law.

#### §20-2-23e. Implementation of allocation methodology.

- Other provisions of this article notwithstanding, the implementation of an allocation methodology for the nonmoratorium whitewater zones of the New, Gauley, Cheat, Shenandoah and Tygart rivers, shall be made based upon criteria identified in existing or future studies of carrying capacity, the overall economic impact on the state and the safety of the general public as identified in section twenty-three-a of this article, and shall be imple-
- 8 section twenty-three-a of this article, and shall be imple-
- 9 mented at such time as the commission deems appropriate,

- 10 by rules promulgated pursuant to chapter twenty-nine-a
- 11 of this code. In determining whether to increase or
- 12 decrease existing use allocations on the portions of the
- 13 New and Gauley rivers subjected to a moratorium on new
- 14 licenses by this article, the commission may continue
- 15 existing studies and undertake new studies of the carrying
- 16 capacity of whitewater zones, the quality of the rafting
- 17 experience, the economic impact of raft and the safety of
- 18 the general public.

#### CHAPTER 21. LABOR.

# ARTICLE 5C. MINIMUM WAGE AND MAXIMUM HOURS STANDARDS FOR EMPLOYEES.

#### 21-5C-1. Definitions.

- 1 As used in this article:
- 2 (a) "Commissioner" means the commissioner of labor or
- 3 his duly authorized representatives.
- 4 (b) "Wage and hour director" means the wage and hour
- 5 director appointed by the commissioner of labor as chief
- 6 of the wage and hour division.
- 7 (c) "Wage" means compensation due an employee by
  - reason of his employment.
- 9 (d) "Employ" means to hire or permit to work.
- 10 (e) "Employer" includes the State of West Virginia, its
- 11 agencies, departments and all its political subdivisions,
- 12 any individual, partnership, association, public or private
- 13 corporation, or any person or group of persons acting
- 14 directly or indirectly in the interest of any employer in
- 15 relation to an employee; and who employs during any
- 16 calendar week six or more employees as herein defined in
- 17 any one separate, distinct and permanent location or
- 18 business establishment: Provided, That the term "em-
- 19 ployer" shall not include any individual, partnership,
- 20 association, corporation, person or group of persons or
- 21 similar unit if eighty percent of the persons employed by
- 22 him are subject to any federal act relating to minimum
- 23 wage, maximum hours and overtime compensation.

24 (f) "Employee" includes any individual employed by an 25 employer but shall not include: (1) Any individual em-26 ployed by the United States; (2) any individual engaged in 27 the activities of an educational, charitable, religious, 28 fraternal or nonprofit organization where the em-29 ployer-employee relationship does not in fact exist, or 30 where the services rendered to such organizations are on 31 a voluntary basis; (3) newsboys, shoeshine boys, golf 32 caddies, pinboys and pin chasers in bowling lanes; (4) 33 traveling salesmen and outside salesmen; (5) services 34 performed by an individual in the employ of his parent, 35 son, daughter or spouse; (6) any individual employed in a 36 bona fide professional, executive or administrative 37 capacity; (7) any person whose employment is for the 38 purpose of on-the-job training; (8) any person having a physical or mental handicap so severe as to prevent his 39 40 employment or employment training in any training or 41 employment facility other than a nonprofit sheltered 42 workshop; (9) any individual employed in a boys or girls 43 summer camp; (10) any person sixty-two years of age or 44 over who receives old-age or survivors benefits from the 45 social security administration; (11) any individual employed in agriculture as the word agriculture is defined in 46 47 the Fair Labor Standards Act of 1938, as amended; (12) 48 any individual employed as a fire fighter by the state or 49 agency thereof; (13) ushers in theaters; (14) any individual 50 employed on a part-time basis who is a student in any 51 recognized school or college; (15) any individual employed 52 by a local or interurban motorbus carrier; (16) so far as the 53 maximum hours and overtime compensation provisions of 54 this article are concerned, any salesman, parts man or 55 mechanic primarily engaged in selling or servicing auto-56 mobiles, trailers, trucks, farm implements, aircraft if 57 employed by a nonmanufacturing establishment primarily 58 engaged in the business of selling such vehicles to ultimate 59 purchasers; (17) any employee with respect to whom the 60 United States department of transportation has statutory 61 authority to establish qualifications and maximum hours 62 of service; (18) any person employed on a per diem basis by 63 the Senate, the House of Delegates, or the joint committee 64 on government and finance of the Legislature of West Virginia, other employees of the Senate or House of

- Delegates designated by the presiding officer thereof, and additional employees of the joint committee on govern-ment and finance designated by such joint committee; or (19) any person employed as a seasonal employee of a commercial whitewater outfitter where the seasonal employee works less than seven months in any one calen-72. dar year and, in such case, only for the limited purpose of exempting the seasonal employee from the maximum wage provisions of section three of this article.
  - (g) "Workweek" means a regularly recurring period of one hundred sixty-eight hours in the form of seven consecutive twenty-four hour periods, need not coincide with the calendar week, and may begin any day of the calendar week and any hour of the day.

(h) "Hours worked", in determining for the purposes of sections two and three of this article, the hours for which an employee is employed, there shall be excluded any time spent in changing clothes or washing at the beginning or end of each workday, time spent in walking, riding or traveling to and from the actual place of performance of the principal activity or activities which such employee is employed to perform and activities which are preliminary to or postliminary to said principal activity or activities, subject to such exceptions as the commissioner may by rules and regulations define.

That Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Committee

Originating in the Senate.

In effect ninety days from passage.

Clerk of the Senate

Clerk of the House of Delegates

President of the Senate

Speaker House of Delegates

Governor



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