

115TH CONGRESS  
1ST SESSION

# H. R. 884

To clarify that volunteers at a children's consignment event are not employees under the Fair Labor Standards Act of 1938.

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## IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 6, 2017

Mr. HILL introduced the following bill; which was referred to the Committee on Education and the Workforce

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## A BILL

To clarify that volunteers at a children's consignment event are not employees under the Fair Labor Standards Act of 1938.

1       *Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

**3 SECTION 1. SHORT TITLE.**

4       This Act may be cited as the "Children's Consignment Event Recognition Act of 2017".

**6 SEC. 2. PURPOSE.**

7       The purpose of this Act is to ensure that individuals  
8 and families may pool their resources, time, efforts, and  
9 energies, with or without the assistance of a facilitator,  
10 to sell, purchase, and otherwise exchange children's cloth-

1 ing, toys, bedding, furniture, and related accessories, and  
2 maternity clothing and accessories without fear that they  
3 will be deemed to be employees under the Fair Labor  
4 Standards Act of 1938 (29 U.S.C. 201 et seq.).

5 **SEC. 3. AMENDMENTS TO THE FAIR LABOR STANDARDS**

6 **ACT OF 1938.**

7 Section 3(e) of the Fair Labor Standards Act of 1938  
8 (29 U.S.C. 203) is amended—

9 (1) in paragraph (1), by striking “and (4)” and  
10 inserting “, (4), (5), and (6)”; and

11 (2) by adding at the end the following:

12 “(6)(A) The term ‘employee’ does not include—

13 “(i) individuals who volunteer their serv-  
14 ices before, during, or after a children’s con-  
15 signment event with or without the assistance  
16 of a facilitator and—

17 “(I) provide not less than 15 items for  
18 sale at such children’s consignment event;  
19 and

20 “(II) receive a right to shop from the  
21 facilitator at such children’s consignment  
22 event before such event is open to the gen-  
23 eral public; or

24 “(ii) the spouse, children, spouses of chil-  
25 dren, grandchildren, parents, and parents of

1           spouses of the individuals described in clause  
2           (i).

3           “(B) For purposes of this paragraph, the term  
4       ‘children’s consignment event’ means a sale or other  
5       event in which—

6           “(i) not less than 90 percent of the fair  
7       market value, in the aggregate, of the items of-  
8       fered for sale at such event are—

9           “(I) children’s or maternity items;  
10          and

11           “(II) resale items offered for sale on  
12       consignment by consignors; and

13           “(ii) such event is held in a single physical  
14       location and is open to the public for the sale  
15       of goods for 8 or fewer sale days within any 30-  
16       day period.

17           “(C) For purposes of this paragraph, the term  
18       ‘facilitator’ means a person that organizes or hosts  
19       a children’s consignment event, or otherwise actively  
20       provides an opportunity for individuals described in  
21       subparagraph (A) to volunteer at a children’s con-  
22       signment event.”.

