

Citation: OE Construction Solutions Inc. (Re) 2020 BCEST 114

## **EMPLOYMENT STANDARDS TRIBUNAL**

# An appeal

- by -

OE Construction Solutions Inc. carrying on business as Optimal Efficiency ("Optimal Efficiency")

- of a Determination issued by -

The Director of Employment Standards

pursuant to section 112 of the Employment Standards Act R.S.B.C. 1996, C.113 (as amended)

Panel: David B. Stevenson

**FILE No.:** 2019/058

**DATE OF DECISION:** October 5, 2020





## **DECISION**

#### **SUBMISSIONS**

Shane O'Grady

delegate of the Director of Employment Standards

### **OVERVIEW**

- On October 4, 2019, the Tribunal issued a decision, 2019 BCEST 106, that considered an appeal filed under section 112 of the *Employment Standards Act* (the "*ESA*") by OE Construction Solutions Inc. carrying on business as Optimal Efficiency ("Optimal Efficiency") of a Determination issued on behalf of several complainants by Shane O'Grady, a delegate of the Director of Employment Standards (the "Director"), on May 23, 2019.
- <sup>2.</sup> This decision dismissed all but one element of the appeal under section 114(1) of the ESA.
- In its appeal, Optimal Efficiency argued the decision to award overtime pay to one of the complainants, Bryan Heredia ("Mr. Heredia"), was a reviewable error.
- Optimal Efficiency submitted the Director erred in awarding overtime pay to Mr. Heredia because Mr. Heredia was a "high technology professional" as that term is defined in section 37.8(1) of the Employment Standards Regulation (the "Regulation") and was exempted from most of the provisions in Part 4 of the ESA.
- In correspondence dated October 4, 2019, the Tribunal requested the Director and the respondent employees to make submission on that issue.
- The Tribunal received submissions from the Director, Mr. Heredia, and Optimal Efficiency. A supplementary decision was issued on November 28, 2019: Tribunal Decision Number 2019 BCEST 131.
- The Director sought reconsideration of the supplementary decision and, on April 6, 2020, in 2020 BCEST 30, a reconsideration panel varied the supplementary decision and referred the question of whether Mr. Heredia is a "high technology professional" as that term is defined in section 37.8 of the Regulation back to the Director.
- The Director has conducted an investigation of that issue and has submitted a Referral Back Report (the "Report") to the Tribunal on the findings and conclusions of the investigation.
- <sup>9.</sup> In correspondence dated August 11, 2020, the Tribunal invited Mr. Heredia and Optimal Efficiency to make submissions on the Report. Neither have made a submission.
- <sup>10.</sup> The Tribunal is now in a position to finalize the appeal decision.

#### THE FACTS

<sup>11.</sup> The central facts of this matter have been set out in 2019 BCEST 106.

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2020 BCEST 114



- In the Report, the Director found Mr. Heredia, as an employee of Optimal Efficiency, was "primarily responsible for designing the user interface for a 'system'" and in that role satisfied that part of the definition of "high technology professional" contained in section 37.8(1) (a) of the Regulation.
- The Director concluded, applying section 37.8(2) of the *Regulation*, Mr. Heredia was not entitled to overtime wages and recalculated Mr. Heredia's wage entitlement to be \$16,597.62, together with interest (to July 29, 2020) of \$1,167.16, and recalculated the total wages owed to all of the complainants, including interest, to \$107,113.68.
- Adding the administrative penalties of \$3,000.00 to the wages and interest owed, the total amount of the Determination is \$110,113.68.
- There has been no objection to the above calculations made by any other party and, accordingly, I accept them.

#### **ORDER**

Pursuant to section 115 of the *ESA*, I order the Determination dated May 23, 2019, be varied to show Mr. Heredia's wage entitlement to be \$17,764.78 (as of July 29, 2020), the total wage entitlement to all of the complainants to be \$107,113.68, and the total amount of the Determination to be \$110,113.68, together with any interest that has accrued under section 88 of the *ESA*.

David B. Stevenson Member Employment Standards Tribunal

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