STAND. COM. REP. NO. **295**]

Honolulu, Hawaii

MAR 1 6 2006

RE: H.B. No. 2691 S.D. 1

Honorable Robert Bunda
President of the Senate
Twenty-Third State Legislature
Regular Session of 2006
State of Hawaii

Sir:

Your Committee on Labor, to which was referred H.B. No. 2691 entitled:

"A BILL FOR AN ACT RELATING TO PREVAILING WAGES,"

begs leave to report as follows:

The purpose of this measure is to allow civil actions under chapter 104, Hawaii Revised Statutes (HRS), for injunctive and other relief to be instituted by a joint labor-management committee established pursuant to the federal Labor Management Cooperation Act of 1978.

Testimony in support of this measure was submitted by the Hawaii Carpenters Union. Testimony in opposition to this measure was submitted by the Department of Labor and Industrial Relations, the Hawaii Chapter of Associated Builders and Contractors, Inc., and the Hawaii Island Contractors' Association.

Your Committee finds that, under the current law, laborers or mechanics may bring suit to recover wages or overtime compensation under chapter 104, HRS. However, the law fails to contemplate situations wherein an aggrieved individual is essentially prevented from seeking redress due to a lack of information and resources, the fear of retaliation, or the inability to obtain injunctive relief against an employer who is continuously in violation of the law. Your Committee further finds that in other jurisdictions labor organizations have been successful in assisting aggrieved laborers in exposing, and enjoining from further violative behavior, contractors who are continuously

violating the law. Your Committee believes that the extension of the right to bring suit for injunctive and other relief against an employer in violation of chapter 104, HRS, will provide an additional remedy as well as an additional safeguard within the system to ensure that prevailing wages laws are followed and enforced. Furthermore, the limitation of the extension of this right to joint labor-management committees, as established by the federal Labor Management Cooperation Act of 1978, will ensure that suits are only brought by cooperative committees comprised of an equal number of representatives from labor and management.

Your Committee has amended this measure by making technical, nonsubtantive changes to reflect preferred drafting style and for purposes of clarity.

As affirmed by the record of votes of the members of your Committee on Labor that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2691, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2691, S.D. 1, and be referred to the Committee on Judiciary and Hawaiian Affairs.

Respectfully submitted on behalf of the members of the Committee on Labor,

BRIAN KANNO, Chair

## The Senate Twenty-Third Legislature State of Hawaii

## Record of Votes of the Committee on Labor (Bills and Resolutions)

Measure:* HB 2691	Committee Referral: Date: 3-13-06				
The committee is reconsidering its previous decision on this measure.  If so, then the previous decision was to:					
The Recommendation is to:					
Pass, unamended Pass, with amendments Hold Recommit (2312) (2311) (2310) (2313)					
Members		Ayes	Ayes(WR)	Nays	Excused
KANNO, Brian (C)					
IHARA, Jr., Les (VC)					
TANIGUCHI, Brian T.					
SLOM, Sam					
TOTAL		2		1	
Recommendation:  Adopted  Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

<sup>\*</sup>Do not list more than one measure per Record of Votes.