STAND. COM. REP. NO. 1269

Honolulu, Hawaii

MAR 2 3 2007

RE: H.B. No. 1399

S.D. 1

Honorable Colleen Hanabusa President of the Senate Twenty-Fourth State Legislature Regular Session of 2007 State of Hawaii

## Madam:

Your Committee on Public Safety, to which was referred H.B. No. 1399 entitled:

"A BILL FOR AN ACT RELATING TO INCARCERATED PERSONS,"

begs leave to report as follows:

The purpose of this measure is to clarify that inmates who participate in work, education, and vocational training programs are exempt from statutory employee benefits.

Testimony in support of this measure was submitted by the Department of Public Safety and the Department of Labor and Industrial Relations.

Your Committee finds that the Federal Unemployment Tax Act exempts inmates from statutory employee benefits such as unemployment benefits, but state law does not explicitly provide for a similar exemption. Your Committee further finds that if inmates are considered employees of the State, the cost of unemployment insurance and other statutorily created employee benefits could force the closure of important rehabilitative programs.

Your Committee amended this measure to correctly reflect existing language in the Hawaii Revised Statutes.

It is the intent of your Committee to specify that inmates involved in work, education, or vocational training programs are exempted from statutory employee benefits.

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As affirmed by the record of votes of the members of your Committee on Public Safety that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1399, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1399, S.D. 1, and be referred to the Committee on Judiciary and Labor.

Respectfully submitted on behalf of the members of the Committee on Public Safety,

WILL ESPERO, Chair

## The Senate Twenty-Fourth Legislature State of Hawaii

## Record of Votes Committee on Public Safety PBS

Bill / Resolution No.:*  HB 1399	PBS,			ite: 3 ーパー	07
The committee is reconsidering its previous decision on this measure.  If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
ESPERO, Will (C)		<b>1</b>			
NISHIHARA, Clarence K. (VC)		1			
SAKAMOTO, Norman		<b>/</b>			
WHALEN, Paul					
TOTAL		4			0
Recommendation:  Adopted  Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink File with Committee Report Clerk's Office Drafting Agency					