STAND. COM. REP. NO. 1315

Honolulu, Hawaii

MAR 2 3 2007

RE: H.B. No. 760

H.D. 2 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 Judiciary and Labor, to which was referred H.B. No. 760, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO A LIVING WAGE FOR WORKERS ON SERVICE CONTRACTS,"

begs leave to report as follows:

The purpose of this measure is to reduce from \$25,000 to \$5,000 the applicability threshold of service contract wage, hour, and working condition requirements. This measure provides certain exemptions for nonprofits; requires wages providing an annual income of at least the U.S. poverty guideline for Hawaii for a family of four and includes provisions enhancing employees' ability to organize.

Testimony in support of this measure was received from ILWU Local 142, Hawaii State Teachers Association, and the Hawaii State AFL-CIO. Opposing Testimony was received from the Department of Labor and Industrial Relations and the Arc in Hawaii. The Arc is sympathetic with the measure's intent but was wary of its affect on their organization which receives state funds for its operations.

Your Committee has amended this measure by excluding non-profit organizations, such as ARC, that qualify as community rehabilitation programs under Chapter 103D, Hawaii Revised Statutes (H.R.S) or under Chapter 103F, H.R.S.

HB760 SD1 SSCR JDL.doc

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 760, H.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 760, H.D. 2, S.D. 1, and be referred to the Committee on Ways and Means.

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

CLAYTON HEE, Chair

The Senate Twenty-Fourth Legislature State of Hawaii

Record of Votes Committee on Judiciary and Labor JDL

HB 760 HD2 SDL	Committee Referral: Date: 3/21/07			
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
HEE, Clayton (C)				
KOKUBUN, Russell S. (VC)				
INOUYE, Lorraine R.				
NISHIHARA, Clarence K.				
GABBARD, Mike				
TOTAL	5			
Recommendation: Adopted	Not Adopted			
Chair's or Designee's Signature: Russells. Koll———				
Distribution: Original Yellow Pink File with Committee Report Clerk's Office Drafting Agency				

*Only one measure per Record of Votes