STAND. COM. REP. NO. 2497

Honolulu, Hawaii

FEB 2 6 2010

S.B. No. 2339 RE: S.D. 1

Honorable Colleen Hanabusa President of the Senate Twenty-Fifth State Legislature Regular Session of 2010 State of Hawaii

Madam:

Your Committee on Labor, to which was referred S.B. No. 2339 entitled:

"A BILL FOR AN ACT RELATING TO WORKERS' COMPENSATION,"

begs leave to report as follows:

The purpose of this measure is to repeal the possibility of the Director of Labor and Industrial Relations extending the due date for written decisions on the outcome of a worker compensation claim.

Testimony in support of this measure was submitted by two private organizations and three individuals. Testimony in opposition of this measure was submitted by two state agencies and one private organization. Written testimony presented to the Committee may be reviewed on the Legislature's website.

Your Committee finds that allowing the Director of Labor and Industrial Relations the ability to effectively delay a decision on a worker's compensation claim for several months creates an undue hardship on the claimant, especially when the claimant is unable to financially support their household and livelihood. Your Committee also finds that it is beneficial to all parties involved, and especially imperative to an injured worker, that a compensation claim is administratively handled in an efficient manner as possible in reaching a prompt and reasonable resolution to the claim.

Your Committee has amended this measure by:



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- Requiring that within thirty days of an employer's (1)denial, or indication of non-acceptance of compensability, the employer shall submit a written report to the Director of Labor and Industrial Relations and the claimant that describes the employer's internal investigation and supporting details that substantiate the denial or indication of non-acceptance;
- (2) Prohibiting the due date for the employer's foregoing written report to be extended; and
- Restoring existing statutory language that allows the (3) Director of Labor and Industrial Relations to extend the due date for decision or compensation claims for good cause and upon the agreement of all parties.

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 S.B. No. 2339, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2339, S.D. 1, and be placed on the calendar for Third Reading.

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

DWIGHT Y. TAKAMINE, Chair



The Senate Twenty-Fifth Legislature State of Hawaii

Record of Votes Committee on Labor LBR

Bill / Resolution No.:* Committee Referral: Date:				
5B2339 LBR 2/9/10				
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
TAKAMINE, Dwight Y. (C)	\sim			
TANIGUCHI, Brian T. (VC)	\sim			
BUNDA, Robert				
HEE, Clayton				
SLOM, Sam				
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TOTAL	3	l	0	(
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				

*Only one measure per Record of Votes