SB 1126

LINDA LINGLE GOVERNOR OF HAWAII



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TESTIMONY TO THE
SENATE COMMITTEE ON WAYS & MEANS
For Hearing on March 2, 2009
9:30 a.m., Conference Room 211
BY
MARIE C. LADERTA, DIRECTOR

WRITTEN TESTIMONY

Senate Bill No. 1126, S.D. 1 Relating to Job-Sharing for Public Employees

TO CHAIRPERSON KIM AND MEMBERS OF THE COMMITTEE:

This bill would authorize the agencies of the executive, judiciary, and legislative branches to establish a voluntary job-sharing program.

The Department of Human Resources Development has the following concerns regarding this bill:

- 1. The establishment of such a program under this bill will likely increase costs, such as for health and retirement benefits, at a time when the State is facing a budget shortfall. For example, paragraph (b) on page 6 provides that, "The State's contribution to a job-sharer's prepaid health, prepaid dental, and any group life insurance plans shall be the same as for full-time employees, any other provision of the law to the contrary notwithstanding." Thus, if a permanent employee were to share a job with a new hire, the State would have to pay the contributions for two, rather than one employee, for the same position.
- 2. The bill is unnecessarily prescriptive and restrictive. For example, the definition of "Jobsharing" (see page 3) restricts an agency to splitting a position exactly in half, whereas, an agency may prefer flexibility in determining whether to split a position in other ways (e.g., 60% 40%, 75% 25%). Such flexibility could also avoid increasing health and retirement costs since employees working on a less than half-time basis are not eligible for health and retirement benefits.

Thank you for the opportunity to provide our comments.