The Twenty-Fifth Legislature Regular Session of 2010

HOUSE OF REPRESENTATIVES Committee on Finance Rep. Marcus R. Oshiro, Chair Rep. Marilyn B. Lee, Vice Chair

State Capitol, Conference Room 308 Monday, March 29, 2010; 4:00 p.m.

STATEMENT OF THE ILWU LOCAL 142 ON S.B. 2324, SD2, HD1 RELATING TO UNEMPLOYMENT INSURANCE BENEFITS

The ILWU Local 142 strongly supports S.B. 2324, SD2, HD1, which authorizes an individual who is attached to a regular employer that is not offering work to still receive unemployment insurance benefits even if that individual voluntarily or involuntarily separates from part-time employment, with or without good cause.

S.B. 2324, SD2, HD1 seeks to amend the statute related to unemployment insurance to prohibit disqualification of a partial claimant due to separation from a secondary job. This prohibition will apply only to claimants for partial unemployment benefits who are attached to a regular employer, exempt from job search and registration for work requirements, and available for work offered by the regular employer.

Claimants who are attached to a regular employer include those who have reduced work hours and those who are not offered work due to a short-term layoff. An example of short-term layoff is when the regular employer shuts down all or part of its business for renovations and plans to resume business as usual thereafter. Whether intermittent layoffs or short-term layoffs, workers are considered employees of the regular employer and may receive benefits such as medical coverage.

Unemployment benefits allow these workers to be available to the regular employer when work opportunity picks up or renovations are completed, creating a win-win situation. The regular employer is assured that workers will be available when needed and, in turn, workers have a source of income to weather the temporary unemployment period. If unemployment benefits were not available, workers may be compelled to find new full-time jobs, leaving the regular employer to begin a costly and uncertain hiring and training process.

The ILWU strongly urges passage of S.B. 2324, SD2, HD1. Thank you for the opportunity to testify on this matter.



HAWAII BUILDING AND CONSTRUCTION TRADES COUNCIL, AFL-CIO

Gentry Pacific Design Center, Suite 215A * 560 N. Nimitz Highway, #50 * Honolulu, Hawaii 96817 (808) 524-2249 - FAX (808) 524-6893

NOLAN MORIWAKI

Ricklavers & Ceramic Tile Sellers Local 1 & Plasterers/Cement Masons

Local 630

JOSEPH O'DONNELL

Vice President Iron Workers Local 625

DAMIEN T.K. KIM

International Brotherhood of Electrical Workers Local 1186

ART TOLENTINO

Sheet Mejal Workers I.A. Local 293

MALCOLM K. AHLO Sergeant At Arms Carpet, Linoleum, & Soft Tile

Local 1296

REGINALD CASTANARES

Trustee Plumbers & Filters Local 675

THADDEUS TOME! Elevator Constructors Local 126

JOSEPH BAZEMORE Drywall, Tapers, & Finishers Local 1944

ROY JOHNSON Glaziers, Architectural Metal & Glassworkers Local 1944

GARY AYCOCK Boilermakers, Ironship Builders 1 neal 627

LYNN KINNEY District Council 50 Painters & Alfied Trades Local 1791

EUGENE SOQUENA Operating Engineers Local 3

DOUGLAS FULP International Assoc. of Heat & Frost Insulators & Altied Workers Local 132

RONAN KOZUMA Hawaii Teamsjers & Aliled Workers Local 996

PETER GANABAN Laborers' International Union of North America Local 368

VAUGHN CHONG Roofers, Waterproofers & Affed Workers United Union of Roofer Local 221

March 25, 2010

Honorable Representative Marcus R. Oshiro, Chair Honorable Representative Marilyn B. Lee, Vice Chair

Members of the House Committee on Finance

Hawaii State Capital

415 South Beretania Street

Honolulu, HI 96813

RE: IN SUPPORT OF SB 2324 SD2 HD1

RELATING TO UNEMPLOYMENT INSURANCE BENEFITS

Dear Chair Oshiro, Vice Chair Lee and the Committee on Finance

For the Record my name is Buzz Hong, the Executive Director for the Hawaii Building & Construction Trades Council, AFL-CIO. Our Council is comprised of 16construction unions and a membership of 26,000 statewide.

The Council SUPPORTS the passage of SB 2324 SD2 HD1 that authorizes an individual who is attached to a regular employer that is not offering work to still receive unemployment insurance benefits even if that individual voluntarily or involuntarily separates from part time employment, with or without good cause.

Thank you for the opportunity to submit this testimony in support of <u>SB 2324 SD2</u> HD1.

Sincerely,

William "Buzz" Hono

Executive Director

WBH/kb

1065 Ahua Street Honolulu, HI 96819

Phone: 808-833-1681 FAX: 839-4167

Email: <u>info@gcahawaii.org</u> Website: <u>www.gcahawaii.org</u>



March 25, 2010

TO:

THE HONORABLE REPRESENTATIVE MARCUS R. OSHIRO, CHAIR AND

MEMBERS OF THE COMMITTEE ON FINANCE

SUBJECT:

S.B. 2324, SD2 HD1 RELATING TO UNEMPLOYMENT INSURANCE

BENEFITS.

NOTICE OF HEARING

DATE:

Monday, March 29, 2010

TIME:

4:00 P.M.

PLACE:

Conference Room 308

Dear Chair and Members of the Committee:

The General Contractors Association (GCA), an organization comprised of over five hundred and seventy (570) general contractors, subcontractors, and construction related firms, is **opposed** to the passage of S.B. 2324, SD2 HD1 Relating To Unemployment Insurance Benefits.

This bill would automatically allow benefits to an individual who, while on partial claim status, accepts a job with another employer and subsequently voluntarily or involuntarily separates from the part time employment. We are particularly opposed to language that indicates that benefits will be paid regardless of whether the employee was separated for good cause or not. This provision would not permit the employer to challenge the payment of unemployment benefits.

The GCA believes that the existing policies enforced by the Department of Labor and Industrial Relations are fair and should be maintained. If this bill is passed and enacted, the result would be a greater demand on the unemployment insurance reserve fund which is already underfunded and will already require a substantial increased payment by the employer.

The GCA is <u>opposed</u> to the passage of S.B.2324, SD2 HD1 and recommends that the bill be held.

Thank you for the opportunity to provide our views on this issue.