

GOV. MSG. NO. 12.40

EXECUTIVE CHAMBERS

NEIL ABERCROMBIE GOVERNOR

June 20, 2011

The Honorable Shan Tsutsui, President and Members of the Senate Twenty-Sixth State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813 The Honorable Calvin Say, Speaker and Members of the House Twenty-Sixth State Legislature State Capitol, Room 431 Honolulu, Hawaii 96813

Dear President Tsutsui, Speaker Say and Members of the Legislature:

This is to inform you that on June 20, 2011, the following bill was signed into law:

SB1089 SD1 HD2 CD1

RELATING TO DISLOCATED WORKERS Act 137 (11)

NEIL ABERCROMBIE Governor, State of Hawaii

Approved by the Governor

on _

JUN 2 0 2011 THE SENATE TWENTY-SIXTH LEGISLATURE, 2011 STATE OF HAWAII

ACT 1 37 S.B. NO. ¹⁰⁸⁹ S.D. 1 H.D. 2 C.D. 1

A BILL FOR AN ACT

RELATING TO DISLOCATED WORKERS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECT	ION 1. Section 371-12, Hawaii Revised Statutes, is
2	amended to	o read as follows:
3	"§37	1-12 Labor law enforcement; injunction. The
4	department	t of labor and industrial relations shall:
5	(1)	Enforce the child labor provisions of this chapter;
6	(2)	Enforce this chapter relative to the regulation of
7		commercial employment agencies;
8	(3)	Enforce any other labor laws enacted by the
9		legislature of the State;
10	(4)	Enforce the provisions of section 394B-9 regarding
11		dislocated workers;
12	[-(4)-]	(5) Enforce any rules or regulations of the
13		department. The department may institute proceedings
1 [:] 4		to enjoin any employer from violating this chapter or
15		the rules or regulations of the department when any
16		such employer is violating any such provision or is
17		threatening to do so and the circuit courts are hereby
18		vested with jurisdiction in the premises;
	2011-2385	SB1089 CD1 SMA.doc

Page 2

1089 S.D. 1 H.D. 2 C.D. 1 S.B. NO.

1	$\left[\frac{(5)}{(6)}\right]$ Conduct investigations in connection with the		
2	foregoing; and		
3	$\left[\frac{(6)}{(7)}\right]$ Perform such additional duties as the director of		
4	labor and industrial relations shall by rule		
5	prescribe."		
6	SECTION 2. Section 394B-9, Hawaii Revised Statutes, is		
7	amended to read as follows:		
8	"§394B-9 Notification; penalty. (a) An employer in a		
9	covered establishment shall provide to each employee and the		
10	director written notification of a closing, divestiture, partial		
11	closing, or relocation at least sixty days prior to its		
12	occurrence.		
13	(b) An employer that violates this section shall be liable		
14	to each affected employee for an amount equal to back pay and		
15	benefits for the period of violation not to exceed sixty days.		
16	This liability may be reduced by any:		
17	(1) Wages the employer pays during the notice period; and		
18	(2) Voluntary and unconditional payment not required by a		
19	legal obligation.		
20	(c) An employer of a covered establishment that is		
21	actively seeking a buyer for a sale, transfer, or merger shall		
22	not be required to provide the notice required under subsection		
	2011-2385 SB1089 CD1 SMA.doc		

Page 3

(a) until the employer has entered into a binding agreement for
 the sale, transfer, or merger of the covered establishment that
 results in a divestiture.

1089 S.D. 1

 $+D_2$

S.B. NO

(d) An employer who fails to provide notice under this 4 5 section shall be subject to a civil penalty not to exceed \$500 for each day of the violation and the amount shall be deposited 6 7 in the employment and training fund under section 383-128; 8 provided that the employer may avoid the penalty if the employer 9 satisfies its liability to each affected employee within three 10 weeks after the closing. In any suit, the court, in its discretion, may award the prevailing party reasonable attorney's 11 12 fees and costs.

(e) The department shall enforce this section and shall
have all the powers and duties conferred and imposed upon it
pursuant to section 371-12."

16 SECTION 3. Statutory material to be repealed is bracketed 17 and stricken. New statutory material is underscored.

18 SECTION 4. This Act shall take effect on July 1, 2011.

APPROVED this ,2011 day of 20 JUN

GOVERNOR OF THE STATE OF HAWAII