A BILL FOR AN ACT

RELATING TO LABOR AND INDUSTRIAL RELATIONS.

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

1 The legislature finds that chapter 390, Hawaii SECTION 1. 2 Revised Statutes, has long protected the right of minors to an 3 interval of at least thirty consecutive minutes for a rest or 4 lunch period if they work for more than five continuous hours. 5 Likewise, the legislature finds that although the Hawaii Revised 6 Statutes was revised in 1999 to make it illegal for an employer 7 to prohibit an employee from expressing breast milk during any 8 meal period or other break period required by law, neither the 9 State nor federal wage and hour laws currently require employers 10 to provide employees over the age of sixteen any meal period or 11 rest break no matter how many consecutive hours they may be 12 required to work.

13 The legislature finds that employees who must work a full 14 day or eight-hour shift or more regardless of age or sex should 15 not be denied a reasonable period of time to rest and consume a 16 meal as is commonly required by other states such as California, 17 Oregon, and Washington. The purpose of this Act is to ensure 18 that no employee shall be required to work more than five hours 2011-0823 HB SMA.doc

1 continuously without a scheduled interval of at least thirty 2 consecutive minutes for a rest or bona fide meal period. 3 SECTION 2. Section 387-1, Hawaii Revised Statutes, is amended by amending the definition of "employee" as follows: 4 5 ""Employee" includes any individual employed by an . 6 employer, but shall not include any individual employed: 7 (1)At a guaranteed compensation totaling \$2,000 or more a month, whether paid weekly, biweekly, or monthly; 8 (2)In agriculture for any workweek in which the employer 9 of the individual employs less than twenty employees 10 11 or in agriculture for any workweek in which the individual is engaged in coffee harvesting; 12 In domestic service in or about the home of the 13 (3) 14 individual's employer or as a house parent in or about any home or shelter maintained for child welfare 15 purposes by a charitable organization exempt from 16 income tax under section 501 of the federal Internal 17 18 Revenue Code; By the individual's brother, sister, brother-in-law, 19 (4) sister-in-law, son, daughter, spouse, parent, or 20 21 parent-in-law;

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1	(5)	In a bona fide executive, administrative, supervisory,
2		or professional capacity or in the capacity of outside
3		salesperson or as an outside collector;
4	(6)	In the propagating, catching, taking, harvesting,
5		cultivating, or farming of any kind of fish,
6		shellfish, crustacean, sponge, seaweed, or other
7		aquatic forms of animal or vegetable life, including
8		the going to and returning from work and the loading
9		and unloading of such products prior to first
10		processing;
11	(7)	On a ship or vessel and who has a Merchant Mariners
1 2		Document issued by the United States Coast Guard;
13	(8)	As a driver of a vehicle carrying passengers for hire
14		operated solely on call from a fixed stand;
15	(9)	As a golf caddy;
16	(10)	By a nonprofit school during the time such individual
17		is a student attending such school;
18	[(11)	In any capacity if by reason of the employee's
19		employment-in such capacity and during-the term
20		thereof-the minimum wage which-may-be paid the
21		employee or maximum hours which the employee may work
22		during any workweek-without the payment of overtime,



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1		are prescribed by the federal Fair Labor Standards Act
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2		of 1938, as amended, or as the same may be further
3		amended from time-to-time; provided that if the
4		minimum wage-which may be paid the employee under the
5		Fair Labor-Standards Act for any workweek-is-less-than
6		the minimum wage prescribed by section 387-2, then
7		section 387 2 shall apply in respect to the employees
8		for such workweek; provided further that if the
9		maximum workweek established for the employee under
10		the Fair Labor Standards Act for the purposes of
11		overtime compensation is higher than the maximum
12		workweek established-under-section-387-3,-then-section
13		387 3 shall apply in respect to such employee for such
14		workweek; except that the employee's regular rate in
15		such an event shall be the employee's regular rate as
16		determined under the Fair Labor Standards Act;
17	(12)]	(11) As a seasonal youth camp staff member in a
18		resident situation in a youth camp sponsored by
19		charitable, religious, or nonprofit organizations
20		exempt from income tax under section 501 of the
21		federal Internal Revenue Code or in a youth camp



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1	[(13)] <u>(12)</u> As an automobile salesperson primarily engaged
2	in the selling of automobiles or trucks if employed by
3	an automobile or truck dealer licensed under chapter
4	437."
5	SECTION 3. Section 387-3, Hawaii Revised Statutes, is
6	amended to read as follows:
7	"§387-3 Maximum hours. (a) No employer shall, except as
8	otherwise provided in this section, employ any employee for a
9	workweek longer than forty hours unless the employee receives
10	overtime compensation for the employee's employment in excess of
11	the hours above specified at a rate not less than one and one-
12	half times the regular rate at which the employee is employed.
13	For the purposes of this section,
14	(1) "Salary" means a predetermined wage, exclusive of the
15	reasonable cost of board, lodging, or other
16	facilities, at which an employee is employed each pay
17	period;
18 ·	(2) If an employee performs two or more different kinds of
19	work for the same employer, the total earnings for all
20	such work for the pay period shall be considered to
2 1	have been earned for performing one kind of work.



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1	(b)	The regular rate of an employee who is employed on a
2	salary sh	all be computed as follows:
3	(1)	If the employee is employed on a weekly salary, the
4		weekly salary and the reasonable cost of board,
5		lodging, or other facilities, if furnished to the
6		employee, shall be divided by forty.
7	(2)	If the employee is employed on a biweekly salary, the
8		biweekly salary and the reasonable cost of board,
9		lodging, or other facilities, if furnished to the
10		employee, shall be divided by two and the quotient
11		divided by forty.
12	(3)	If the employee is employed on a semi-monthly salary,
13		the semi-monthly salary and the reasonable cost of
14		board, lodging, or other facilities, if furnished to
15		the employee, shall be multiplied by twenty-four, the
16		product divided by fifty-two and the quotient divided
17		by forty.
18	(4)	If the employee is employed on a monthly salary, the
19		monthly salary and the reasonable cost of board,
20		lodging, or other facilities if furnished to the
21		employee, shall be multiplied by twelve, the product



1 divided by fifty-two and the quotient divided by
2 forty.

3 (c) The regular rate of an employee who is employed on a 4 salary and in addition receives other wages such as, but not 5 limited to, commissions, bonus, piecework pay, and hourly or 6 daily pay shall be computed in the manner provided in this 7 subsection. As used hereinabove, the term "other wages" shall 8 not include the reasonable cost of board, lodging, or other 9 facilities.

10 (1) If the employee's salary and the reasonable cost of
11 board, lodging, or other facilities, if furnished to
12 the employee, equal or exceed fifty per cent of the
13 employee's total earnings for the pay period, the
14 total earnings shall be reduced to a regular rate in
15 the manner provided in paragraph (1), (2), (3), or (4)
16 of subsection (b), whichever is applicable.

17 (2) If the employee's salary and the reasonable cost of
18 board, lodging, or other facilities, if furnished to
19 the employee, are less than fifty per cent of the
20 employee's total earnings for the pay period, the
21 total earnings shall be reduced to a regular rate in
22 the manner provided in paragraph (1), (2), (3), or (4)



of subsection (b), whichever is applicable, except that the actual number of hours worked in the workweek shall be substituted for the final divisor of forty. Such an employee shall receive overtime compensation for employment in excess of forty hours in a workweek at a rate not less than one-half times the employee's regular rate.

8 (d) The regular rate of an employee whose compensation is based on other than salary shall be computed in the manner 9 10 provided in paragraph (2) of subsection (c). The reasonable 11 cost of board, lodging, or other facilities, if furnished to the 12 employee, shall be included in computing the employee's regular rate. Such an employee shall receive overtime compensation for 13 14 such employment in excess of forty hours in a workweek at a rate 15 not less than one-half times the employee's regular rate.

16 (e) An employer,

17 (1) Who is engaged in agriculture and in the first
18 processing of milk, buttermilk, whey, skim milk, or
19 cream into dairy products, or in the processing of
20 sugar cane molasses or sugar cane into sugar (but not
21 refined sugar) or into syrup, or in the first
22 processing of or in canning or packing any



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agricultural or horticultural commodity, or in 1 2 handling, slaughtering, or dressing poultry or 3 livestock; or 4 (2) Who is engaged in agriculture and whose agricultural 5 products are processed by an employer who is engaged 6 in a seasonal pursuit or in processing, canning, or packing operations referred to in paragraph (1); or 7 8 (3) Who is at any place of employment engaged primarily in 9 the first processing of, or in canning or packing 10 seasonal fresh fruits; 11 shall not be required to pay overtime compensation for hours in excess of forty in a workweek to any of the employer's employees 12 13 during any of twenty different workweeks, as selected by the 14 employer, in any yearly period commencing July 1, for employment 15 in any place where the employer is so engaged. The employer,

16 however, shall pay overtime compensation for such employment in 17 excess of forty-eight hours in any such exempt workweek at the 18 rate and in the manner provided in subsections (a), (b), (c) and 19 (d), whichever is applicable, except that the word "forty-eight" 20 shall be substituted for the word "forty" wherever it appears in 21 subsections (b), (c), and (d).

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(f) No employer shall employ any employee in split shifts
 unless all of the shifts within a period of twenty-four hours
 fall within a period of fourteen consecutive hours, except in
 case of extraordinary emergency.

(g) No employee shall be required to work more than five
hours continuously without a scheduled interval of at least
thirty consecutive minutes for a rest or bona fide meal period,
as defined in Title 29 Code of Federal Regulations Section
785.19, unless a collective bargaining agreement otherwise
contains express provisions for employee meal breaks.

11 [(g)] (h) This section shall not apply to any overtime 12 hours worked by an employee of an air carrier subject to Title 13 II of the Railway Labor Act, 45 U.S.C. [section] Section 181 et 14 seq.; provided such overtime hours are the result of a voluntary 15 agreement between employees to exchange work time or days off." 16 SECTION 4. Section 387-12, Hawaii Revised Statutes, is 17 amended by amending subsection (b) to read as follows:

18 "(b) Liability to employee. Any employer who violates any 19 provision of sections 387-2 and 387-3 shall be liable to the 20 employee or employees affected in the amount of their unpaid 21 minimum wages or unpaid overtime compensation, and in case of 22 wilful violation in an additional equal amount as liquidated



damages. An employer who does not provide a rest or bona fide 1 meal period as provided by section 387-3(g) shall be liable to 2 3 the employee affected in an amount equivalent to one and 4 one-half hours for each thirty minute meal break the employee 5 was not provided." 6 SECTION 5. This Act does not affect rights and duties that 7 matured, penalties that were incurred, and proceedings that were 8 begun before its effective date. SECTION 6. Statutory material to be repealed is bracketed 9 10 and stricken. New statutory material is underscored. 11 SECTION 7. This Act shall take effect upon its approval. 12

INTRODUCED BY:

JAN 2 5 2011 REQUEST

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Report Title:

Labor and Industrial Relations; Meal Breaks

Description:

Requires that no employee be required to work more than five hours continuously without a scheduled interval of at least thirty consecutive minutes for a rest or bona fide meal period. Requires employers who do not provide a rest or meal break to employees to be liable to the employee affected in an amount equivalent to one and one-half hours for each thirty minute meal break the employee was not provided.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

