STAND. COM. REP. NO. 2935

Honolulu, Hawaii

MAR 2 3 2012

RE: H.B. No. 2099

H.D. 1 S.D. 1

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Judiciary and Labor, to which was referred H.B. No. 2099, H.D. 1, entitled:

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

begs leave to report as follows:

The purpose and intent of this measure is to deter frivolous workers' compensation claims and appeals from being filed by allowing attorney's fees to be included in the costs that may be assessed against a party who brings, prosecutes, or defends a workers' compensation claim without reasonable grounds.

Your Committee received testimony in support of this measure from the Department of Labor and Industrial Relations, International Longshore and Warehouse Union Local 142, and five private individuals. The Hawaii Insurers Council submitted comments.

Your Committee finds that existing law permits the whole costs of a workers' compensation proceeding to be assessed against the party who brought, prosecuted, or defended the proceeding without reasonable grounds. This measure clarifies that in addition to whole costs, reasonable attorney's fees may also be assessed against the party who brought, prosecuted, or defended the proceeding without reasonable grounds.

Your Committee has amended this measure by:

2012-1696 SSCR SMA.doc

- (1) Changing the effective date from July 1, 2112, to July 1, 2050; and
- (2) Making a technical, nonsubstantive amendment for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2099, H.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2099, H.D. 1, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Judiciary and

Labor

CLAYTON HEE, Chair

The Senate Twenty-Sixth Legislature State of Hawai'i

Record of Votes Committee on Judiciary and Labor JDL

Bill / Resolution No.:*	Committee Referral: Date:				
HB 209a, HD1	JDL, WAM 3/19/12				
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
HEE, Clayton (C)					
SHIMABUKURO, Maile (VC)		/			
GABBARD, Mike					/
IHARA, Jr., Les					
SLOM, Sam		V			
				· .	
		1			
	<u> </u>				
			:		
TOTAL		3			2
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