

### A BILL FOR AN ACT

RELATING TO COMPENSATION.

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

| 1  | SECT                        | ION 1. Section 104-1, Hawaii Revised Statutes, is      |  |
|----|-----------------------------|--|--|
| 2  | amended to read as follows: |  |  |
| 3  | " §10                       | 4-1 Definitions. As used in this chapter, the          |  |
| 4  | following                   | words and phrases shall have the following meanings:   |  |
| 5  | (1)                         | "Basic hourly rate" means the hourly wage paid to a    |  |
| 6  |                             | laborer or mechanic for work performed during          |  |
| 7  |                             | nonovertime hours, but shall not include the cost to   |  |
| 8  |                             | an employer of furnishing fringe benefits whether paid |  |
| 9  |                             | directly or indirectly to the laborer or mechanic as   |  |
| 10 |                             | provided in paragraph (7);                             |  |
| 11 | (2)                         | "Construction" includes alteration, repair, painting,  |  |
| 12 |                             | and decorating;  |  |
| 13 | (3)                         | "Department" means the department of labor and         |  |
| 14 |                             | industrial relations;                                  |  |
| 15 | (4)                         | "Director" means the director of labor and industrial  |  |
| 16 |                             | relations of the State;                                |  |

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| 1  | (5)   | "Governmental contracting agency" means the State, any |
|----|-------|--|
| 2  |       | county and any officer, bureau, board, commission, or  |
| 3  |       | other agency or instrumentality thereof;               |
| 4  | (6)   | "Overtime compensation" means compensation based on    |
| 5  |       | not less than one and one-half times the laborers or   |
| 6  |       | mechanics basic hourly rate of pay plus the cost to an |
| 7  |       | employer of furnishing a laborer or mechanic with      |
| 8  |       | fringe benefits as described in paragraph (7); and     |
| 9  | (7)   | "Wages", "rate of wages", "wage rates", "minimum       |
| 10 |       | wages", and "prevailing wages" mean the basic hourly   |
| 11 |       | rate and the cost to an employer of furnishing a       |
| 12 |       | laborer or mechanic with fringe benefits, including    |
| 13 |       | but not limited to health and welfare benefits,        |
| 14 |       | vacation benefits, and pension benefits, whether paid  |
| 15 |       | directly or indirectly to the laborer or mechanic."    |
| 16 | SECTI | ION 2. New statutory material is underscored.          |
| 17 | SECTI | ION 3. This Act shall take effect upon its approval.   |
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INTRODUCED BY

HB HMS 2014-1174

## H.B. NO.1958

### Report Title:

Overtime Compensation; Public Works

#### Description:

Adds flexibility to the calculation of overtime compensation for government public works construction contracts greater than \$2,000 allowing such compensation to be not less than 1½ times the laborers or mechanics basic hourly rate of pay plus the cost of fringe benefits.

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