### A BILL FOR AN ACT

RELATING TO MANDATORY SICK LEAVE.

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

SECTION	1.	The	legislature	finds	that:

- (1) Most workers in the State, at some time during the year, need temporary time off from work to take care of personal health needs or the health needs of members of their families;
- (2) Nationally, nearly forty per cent of private sector workers are without any paid sick leave. In addition, many workers who do have paid sick time either are disciplined for using it or cannot use the time to care for sick children. In this State, an estimated forty-three per cent of private sector workers lack paid sick leave;
- (3) Low income workers are significantly less likely to have paid sick leave than other members of the workforce. Only one in five low income workers has access to paid sick leave;

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1	(4)	Providing workers time off to attend to their personal
2		health care needs and the health care needs of family
3		members would ensure a healthier and more productive
4		workforce in the State;
5	(5)	Nearly two hundred fifty thousand people in the State
6		serve as unpaid family caregivers for family members,
7		work that had an aggregate value of more than
8		\$1,950,000,000 in 2009. Working family caregivers
9		cannot adequately care for their relatives without
10		access to paid sick leave;
11	(6)	Paid sick leave would have a positive effect on the
12		public health of residents of the State by allowing
13		workers the option of staying home when ill, thus
14		lessening recovery time and reducing the likelihood of
15		spreading illness to other members of the workforce

(7) Paid sick leave will reduce health care expenditures by promoting access to primary and preventive care. Nationally, providing all workers with paid sick time would result in \$1,100,000,000 in annual savings in hospital emergency room costs, including more than

and to the public;

÷	5500,000,000 in savings to publicly funded health
ì	insurance programs such as medicare, medicaid, and the
S	state children's health insurance program. Access to
F	paid sick leave can also help decrease the likelihood
t	that a worker will put off needed care and increase
t	the use of preventive care among workers and their
C	children;

- (8) Paid sick leave will allow parents to provide personal care for their sick children. Parental care makes children's recovery faster and can prevent future health problems. Parents who do not have paid sick time are more than twice as likely as parents with paid sick days to send a sick child to school or day care and are five times as likely to report taking their child or a family member to a hospital emergency room because they were unable to take time off from work during regular work hours;
  - (9) Paid sick leave will reduce contagion. Workers in jobs with high levels of public contact, such as restaurant workers and child care workers, are very unlikely to have paid sick time. As a result, these

1		workers may have no choice but to go to work when they
2		are ill, thereby increasing the risk of passing
3		illnesses on to co-workers and customers while
4		jeopardizing their own health. Overall, people
5		without paid sick leave are 1.5 times more likely than
6		people with paid sick leave to go to work with a
7	•	contagious illness like the flu;
8	(10)	Employees frequently lose their jobs or are
9		disciplined for taking sick leave to care for sick
10		family members or even to recover from their own
11		illness. One in six workers report that they or a
12		family member has been fired, suspended, punished, or
13		threatened by an employer because they needed to take
14		sick leave for themselves or a family member;
15	(11)	When an outbreak that presents a threat to public
16		health occurs, for example, the H1N1 outbreak of 2009,
17		government officials request that sick workers stay
18		home and keep sick children home from school or child
19		care to prevent the spread of the virus and to
20		safeguard workplace productivity. However, to protect
21		their paychecks and their jobs, many workers who lack

1		paid sick leave are unable to comply with these
2		requests;
3	(12)	During the height of the H1N1 pandemic, workers with
4		lower rates of access to paid sick leave were more
5		likely than those with higher rates of access to paid
6		sick leave to go to work sick. As a result, the
7		pandemic lasted longer in their workplaces as the
8	•	virus spread from co-worker to co-worker. A new study
9		estimates that lack of paid sick leave was responsible
10		for five million cases of influenza-like illness
11		during the pandemic;
12	(13)	Providing a minimal amount of paid sick leave is
13		affordable for employers. Paid sick leave results in
14		reduced worker turnover, which leads to reduced costs
15		incurred from advertising, interviewing, and training
16		new hires. Firing and replacing workers can cost
17		anywhere from twenty-five to two hundred per cent of
18		an employee's annual compensation;
19	(14)	Paid sick leave will reduce the risk of
20		"presenteeism", or workers coming to work with
21		illnesses and health conditions that reduce their

1	,	productivity, a problem that costs the national
2		economy \$160,000,000,000 annually;
3	(15)	Paid sick leave will reduce the competitive
4		disadvantage that many employers currently face when
5		they choose to provide sick time to their workers;
6	(16)	Nearly one in four American women report physical or
7		sexual abuse by a husband or boyfriend at some point
8		in their lives. Each year, women experience about
9		4,800,000 intimate partner related physical assaults
10		and rapes. Men are the victims of about 2,900,000
11	•	intimate partner related physical assaults. Many
12		workers need time off to care for their health after
13		these incidents or to find solutions, such as a
14		restraining order or new housing, to avoid or prevent
15		further physical or sexual abuse;
16	(17)	Survivors of domestic and sexual violence are forced
17		to lose days of paid employment because of the
18		violence they face. The mean number of days of paid
19		work lost by survivors of rape is 8.1 days, by
20		survivors of physical assault 7.2 days, and by
21		survivors of stalking 10.1 days; and

1	(18)	Without paid sick leave, survivors are in grave danger
2		of losing their jobs. Loss of employment can be
3		particularly devastating for survivors of domestic
4		violence who often need economic security to ensure
5		their own and their children's safety.
6	The	purpose of this Act is to establish, in a manner
7	feasible	to employers, the right of workers in this State to
8	accrue pa	id sick leave in order to:
9	(1)	Ensure that all workers in the State can address their
10		own health and safety needs and the health and safety
11		needs of their families by requiring employers to
12		provide a minimum level of paid sick leave, including
13		time for family care;
14	(2)	Diminish public and private health care costs in the
15		State by enabling workers to seek early and routine
16		medical care for themselves and their family members;
17	(3)	Protect public health in the State by reducing the
18		risk of contagion;
19	(4)	Promote economic security and stability of workers and
20		their families in the State;

1	(5)	Protect employees in the State from losing their jobs
2		when they use sick leave to care for themselves or
3		their families;
4	(6)	Assist victims of domestic violence and their family
5		members by providing them with job protected time away
6		from work to allow them to receive treatment and to
7		take the necessary steps to ensure their safety and
8		protection; and
9	(7)	Safeguard the public welfare, health, safety, and the
10		prosperity of the people of the State.
11	SECT	ION 2. The Hawaii Revised Statutes is amended by
12	adding a	new chapter to be appropriately designated and to read
13	as follow	s:
14		"CHAPTER
15		PAID SICK LEAVE
16	S	-1 Definitions. As used in this chapter, unless the
17	context c	learly requires otherwise:
18	"Depa	artment" means the department of labor and industrial
19	relations	
20	"Dire	ector" means the director of labor and industrial
21	relations	

T	"DOM	estic violence" has the same meaning as defined in		
2	section 321-471.			
3	"Emp	loyee" has the same meaning as defined in the federal		
4	Fair Labo	r Standards Act, Title 29 United States Code section		
5	203(e), a	nd additionally includes recipients of public benefits		
6	who are e	ngaged in work activity as a condition of receiving		
7	public as	sistance and public employees who are not subject to		
8	the civil	service laws of the State, a political subdivision, o		
9	a public agency.			
10	"Employer" has the same meaning as defined in the federal			
11	Fair Labor Standards Act, Title 29 United States Code section			
12	203(d).			
13	"Fam	ily member" means:		
14	(1)	A biological, adopted, or foster child, stepchild;		
15		legal ward; a child of a reciprocal beneficiary; or a		
16		child to whom the employee stands in loco parentis;		
17	(2)	A biological, foster, or adoptive parent; stepparent;		
18		or legal guardian of an employee or an employee's		
19		spouse, reciprocal beneficiary, or civil union		
20		partner; or a person who stood in loco parentis when		
21		the employee was a minor child;		

1	(3)	A spouse, reciprocal beneficiary, or civil union
2		partner;
3	(4)	A grandparent or a spouse, reciprocal beneficiary, or
4		civil union partner of a grandparent;
5	(5)	A grandchild;
6	(6 <sup>)</sup>	A biological, foster, or adopted sibling; or a spouse,
7		reciprocal beneficiary, or civil union partner of a
8		biological, foster, or adopted sibling; and
9	(7)	Any other individual related by blood or affinity
10		whose close association with the employee is the
11		equivalent of a family relationship.
12	"Hea	lth care professional" has the same meaning as defined
13	in section	n 432E-1.
14	"Pai	d sick leave" means time away from work provided by an
15	employer	to an employee that is compensated at the same hourly
16	rate and	with the same benefits, including health care benefits,
17	as the em	ployee normally earns during hours worked.
18	"Ret	aliatory personnel action" means the discharge,
19	suspension	n, or demotion by an employer of an employee or any
20	other adv	erse action taken by an employer against an employee,
21	inaludina	any gangtions against a reginient of mublic benefit.



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or any other interference with or punishment for participating 2 in an investigation, proceeding, or hearing under this chapter. 3 "Sexual assault" means any conduct that would constitute an 4 offense under chapter 707, part V. 5 "Small business" means any corporation, partnership, sole 6 proprietorship, firm, institution, association, or private 7 individual for which fewer than ten persons perform work for compensation during a given week. The number of persons 8 9 performing work for compensation during a given week shall **10** include all persons performing work for compensation on a fulltime, part-time, or temporary basis and persons made available 11 12 to work through the services of a temporary staffing agency or 13 similar entity. If the number of persons who work for 14 compensation per week fluctuates over the course of a year, an-15 employer shall not be considered a small business if the 16 employer maintained ten or more employees on the payroll during

twenty or more calendar workweeks in either the current or the

preceding calendar year. If an employer has more than one

business location, the employer's status as a small business

shall be determined by aggregating the number of employees on

the employer's payroll at all locations in the State.

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- 1 "Stalking" has the same meaning as defined in section
- **2** 378-71.
- 3 S -2 Accrual of paid sick leave. (a) All employees who
- 4 work in the State for more than eighty hours in a year have the
- 5 right to paid sick leave as provided in this chapter.
- 6 (b) All employees shall accrue a minimum of one hour of
- 7 paid sick leave for every thirty hours worked. Employees shall
- 8 not accrue more than fifty-six hours of paid sick leave in a
- 9 calendar year, unless the employer provides a higher limit.
- (c) Employees of small businesses shall not accrue more
- 11 than forty hours of paid sick leave in a calendar year, unless
- 12 the employer provides a higher limit.
- (d) Employees who are exempt from overtime requirements
- 14 under the federal Fair Labor Standards Act, Title 29 United
- 15 States Code section 213(a)(1), shall be assumed to work forty
- 16 hours in each work week for purposes of paid sick leave accrual
- 17 unless the employee's normal work week is less than forty hours,
- 18 in which case paid sick leave shall accrue based upon the actual
- 19 hours in the normal workweek.
- 20 (e) Paid sick leave as provided in this chapter shall
- 21 begin to accrue at the commencement of employment.

- 1 (f) Employees shall be entitled to use accrued paid sick
- 2 leave as it is accrued.
- 3 (g) An employer shall not be required to:
- 4 (1) Allow employees to carry over unused paid sick leave 5 to the following calendar year; or
- 6 (2) Provide additional paid sick leave if the employer has
  7 a paid leave policy that makes available an amount of
  8 paid leave sufficient to meet the accrual requirements
  9 of this chapter and that may be used for the same
  10 purposes and under the same conditions as paid sick
  11 leave under this chapter.
- (h) Nothing in this section shall be construed as
  requiring financial or other reimbursement to an employee from
  an employer upon the employee's termination, resignation,
  retirement, or other separation from employment for unused
  accrued paid sick leave.
- (i) If an employee is transferred to a separate division,
  entity, or location, but remains employed by the same employer,
  the employee shall be entitled to all paid sick leave accrued at
  the prior division, entity, or location and shall be entitled to
  use all paid sick leave as provided in this chapter. When an



- 1 employee is separated from employment and subsequently rehired
- 2 within six months of separation by the same employer, the
- 3 employee's previously accrued and unused paid sick leave shall
- 4 be reinstated. In addition, the employee shall be entitled to
- 5 use accrued paid sick leave and to accrue additional sick leave
- 6 at the recommencement of employment.
- 7 (j) An employer may advance sick leave to an employee
- 8 prior to its accrual by the employee.
- 9 § -3 Use of paid sick leave. (a) An employee may use
- 10 paid sick leave during absences from work due to:
- 11 (1) An employee's mental or physical illness, injury, or
- health condition; an employee's need for medical
- diagnosis or care, or treatment of a mental or
- physical illness, injury, or health condition; or an
- employee's need for preventive medical care;
- 16 (2) Care of a family member with a mental or physical
- illness, injury, or health condition; care of a family
- 18 member who needs medical diagnosis or care, or
- 19 treatment of a mental or physical illness, injury, or
- 20 health condition; or care of a family member who needs
- 21 preventive medical care;



1	(3)	Closure of the employee's place of business by order
2		of a public official due to a public health emergency,
3		an employee's need to care for a child whose school or
4		place of care has been closed by order of a public
5		official due to a public health emergency, or care for
6	,	a family member when it has been determined by the
7		health authorities having jurisdiction or by a health
8		care provider that the family member's presence in the
9		community would jeopardize the health of others
10		because of the family member's exposure to a
11		communicable disease, regardless of whether the family
12		member has actually contracted the communicable
13		disease; and
14	(4)	Absence necessary due to domestic violence, sexual
15		assault, or stalking; provided that the leave is to:
16		(A) Seek medical attention for the employee or a
17		family member of the employee to recover from
18		physical or psychological injury or disability
19		caused by domestic or sexual violence;
20		(B) Obtain services from a victim services
21		organization;

1	(C)	Obtain psychological or other counseling;
2	(D)	Seek relocation due to domestic violence, sexual
3		assault, or stalking; or
4	(E)	Take legal action, including preparing for or
5	·	participating in any civil or criminal legal
6		proceeding related to domestic violence, sexual
7		assault, or stalking.
8	(b) Paid	sick leave shall be provided upon the oral
9	request of an	employee. When possible, the request shall
10	include the ex	pected duration of the absence.

- 11 (c) When the use of paid sick leave is foreseeable, the
  12 employee shall make a good faith effort to provide notice of the
  13 need for the time to the employer in advance of the use of the
  14 sick leave and shall make a reasonable effort to schedule the
  15 use of sick leave in a manner that does not unduly disrupt the
  16 operations of the employer.
- 17 (d) Accrued sick leave may be used in smaller than hourly
  18 increments or the smallest increment that the employer's payroll
  19 system uses to account for absences or use of other time.
- (e) If an employee uses sick leave of more than threeconsecutive workdays, an employer may require reasonable

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- 1 documentation that the sick leave is allowable under subsection
- 2 (a). The following shall be considered reasonable
- 3 documentation:
- 4 (1) A written, signed statement by a health care
  5 professional indicating that sick leave is necessary;
- 6 (2) A police report indicating that the employee was a victim of domestic violence, stalking, or sexual assault;
- 9 (3) A court order; or
- 10 (4) A signed statement from a victim and witness advocate
  11 affirming that the employee is involved in legal
  12 action related to domestic violence, stalking, or
  13 sexual assault.
- 14 An employer shall not require that the documentation explain the 15 nature of the illness or the details of the violence. If an 16 employer chooses to require documentation for sick leave and the 17 employee does not have health insurance, the employer shall be 18 responsible for paying all out-of-pocket expenses the employee 19 incurs in obtaining the documentation. If the employee has 20 health insurance, the employer shall be responsible for paying any costs charged to the employee by the health care provider 21

- 1 for providing the specific documentation required by the
- 2 employer.
- 3 (f) An employer shall not require, as a condition of
- 4 providing paid sick leave, that the employee search for or find
- 5 a replacement worker to cover the hours during which the
- 6 employee is on paid sick leave.
- 7 § -4 Exercise of rights protected; retaliation
- 8 prohibited. (a) It shall be unlawful for an employer or any
- 9 other person to interfere with, restrain, or deny the exercise
- 10 or attempted exercise of any right protected under this chapter.
- 11 (b) An employer shall not take retaliatory personnel
- 12 action or discriminate against an employee because the employee
- 13 has exercised rights protected under this chapter. These rights
- 14 include the right to:
- 15 (1) Use paid sick leave pursuant to this chapter;
- 16 (2) File a complaint with the director or a court or
- inform any person about an employer's alleged
- violation of this chapter;
- 19 (3) Cooperate with the director in any investigation of
- alleged violations of this chapter; and

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under this chapter.
(c) It shall be unlawful for an employer to count paid
sick leave taken under this chapter as an absence that may lead
to or result in discipline, discharge, demotion, suspension, or
any other adverse action.
(d) Protections of this section shall apply to any person
who mistakenly, but in good faith, alleges violations of this
chapter.
(e) There shall be a rebuttable presumption of unlawful
retaliation under this section whenever an employer takes
adverse action against an employee within ninety days of the

Inform any person of the person's potential rights

- (1) Files a complaint with the director or a courtalleging a violation of any provision of this chapter;
- (2) Informs any person about an employer's allegedviolation of this chapter;
- 18 (3) Cooperates with the director or other person in the
  19 investigation or prosecution of any alleged violation
  20 of this chapter;

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time that the employee:

1	(4)	Opposes any policy, practice, or act that is unlawful
2		under this chapter; or
3	(5)	Informs any person of the person's rights under this
4		chapter.
5	S	-5 Notice and posting. (a) An employer shall give
6	employees	notice of the following:
7	(1)	Employees are entitled to paid sick leave;
8	(2)	The amount of paid sick leave granted pursuant to this
9		chapter;
10	(3)	The terms of sick leave use as guaranteed under this
11		chapter;
12	(4)	That retaliation against employees who request or use
13		paid sick leave is prohibited; and
14	(5)	That each employee has the right to file a complaint
15		or bring a civil action if sick leave, as required by
16		this chapter, is denied by the employer, or if the
17		employee is retaliated against for requesting or
18		taking paid sick leave.
19	(b)	An employer shall comply with this section by
20	providing	the information required in subsection (a) by:



Individualized notice; or

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1	(2)	Displaying a poster in a conspicuous and accessible
2		place in each establishment where the employees are
3		employed.

- The notice and poster shall be in English and in any
  language that is the first language spoken by at least five per
  cent of the employer's workforce.
- 7 (c) The director shall create and make posters available
  8 to employers, in all languages currently being used by the
  9 department for other employment posters, which contain the
  10 information required under subsection (a) for the employer's use
  11 in complying with this section.
- (d) An employer who wilfully violates the notice and posting requirements of this section shall be subject to a civil fine in an amount not to exceed \$100 for each separate offense.
- 15 § -6 Employer records. An employer shall retain records
  16 documenting hours worked by employees and paid sick leave taken
  17 by employees for a period of five years and shall allow the
  18 director access to the records, with appropriate notice and at a
  19 mutually agreeable time, to monitor compliance with the
  20 requirements of this chapter. When an issue arises as to an
  21 employee's entitlement to paid sick leave under this chapter, it

- 1 shall be presumed that the employer has violated this chapter,
- 2 absent clear and convincing evidence otherwise, if the employer
- 3 does not maintain or retain adequate records documenting hours
- 4 worked by the employee and paid sick leave taken by the employee
- 5 or does not allow the director reasonable access to the records.
- 6 § -7 Enforcement. (a) An employee or other person may
- 7 report to the director any suspected violation of this chapter.
- 8 The director shall encourage reporting pursuant to this
- 9 subsection by keeping confidential, to the maximum extent
- 10 permitted by applicable laws, the name and other identifying
- 11 information of the employee or person reporting the suspected
- 12 violation; provided that with the authorization of the person,
- 13 the director may disclose the person's name and identifying
- 14 information as necessary to enforce this chapter or for other
- 15 appropriate purposes.
- 16 (b) The director, the attorney general, any person
- 17 aggrieved by a violation of this chapter, or any entity a member
- 18 of which is aggrieved by a violation of this chapter, may bring
- 19 a civil action in a court of competent jurisdiction against an
- 20 employer who violates this chapter. The action may be brought
- 21 without first filing an administrative complaint.



- 1 (c) Upon prevailing in an action brought pursuant to this
- 2 section, aggrieved persons shall recover:
- 3 (1) The full amount of any unpaid sick leave;
- 4 (2) Actual damages suffered as the result of the
- 5 employer's violation of this chapter; and
- 6 (3) Reasonable attorney's fees.
- 7 Aggrieved persons shall also be entitled to equitable relief, as
- 8 may be appropriate, to remedy the violation, including
- 9 reinstatement, back pay, and injunctive relief.
- 10 (d) The statute of limitations for a civil action brought
- 11 pursuant to this chapter shall be for a period of two years from
- 12 the date the alleged violation occurred.
- (e) Actions brought pursuant to this chapter may be
- 14 brought as a class action.
- 15 § -8 Confidentiality and nondisclosure. An employer
- 16 shall not require disclosure of details relating to domestic
- 17 violence, sexual assault, stalking, or the details of an
- 18 employee's medical condition as a condition of providing paid
- 19 sick leave under this chapter. If an employer possesses health
- 20 information or information pertaining to domestic violence,
- 21 sexual assault, or stalking about an employee or employee's



- 1 family member, the information shall be treated as confidential
- 2 and shall not be disclosed except to the affected employee or
- 3 with the permission of the affected employee.
- 4 § -9 Employer adoption of more generous sick leave
- 5 policies; no effect on contracts, agreements, and plans
- 6 providing more generous sick leave. (a) Nothing in this
- 7 chapter shall be construed to:
- 8 (1) Discourage or prohibit an employer from the adoption
  9 or retention of a paid sick leave policy more generous
  10 than the one required by this chapter;
- 11 (2) Diminish the obligation of an employer to comply with
  12 any contract, collective bargaining agreement,
  13 employment benefit plan, or other agreement providing
- more generous sick leave to an employee than required
- in this chapter; or
- (3) Diminish the rights of public employees regarding paidsick leave under a collective bargaining agreement or
- use of sick leave as provided by law.
- (b) This chapter shall provide the minimum requirements of
- 20 paid sick leave and shall not be construed to preempt, limit, or
- 21 otherwise affect the applicability of any other law, rule,

- 1 requirement, policy, or standard that provides for greater
- 2 accrual or use by employees of sick leave, whether paid or
- 3 unpaid, or that extends other protections to employees."
- 4 SECTION 3. If any provision of this Act, or the
- 5 application thereof to any person or circumstance, is held
- 6 invalid, the invalidity does not affect other provisions or
- 7 applications of the Act that can be given effect without the
- 8 invalid provision or application, and to this end the provisions
- 9 of this Act are severable.
- 10 SECTION 4. This Act shall take effect on July 1, 2015;
- 11 provided that for employees covered by a collective bargaining
- 12 agreement in effect on July 1, 2015, this Act shall take effect
- 13 on the date of the termination, renewal, or amendment of the
- 14 collective bargaining agreement then in effect.

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INTRODUCED BY:

JAN 2 7 2015

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#### Report Title:

Paid Sick Leave

#### Description:

Requires employers to provide a minimum amount of paid sick leave to employees to care for themselves or a family member who is ill, needs medical care, or is a victim of domestic violence, sexual assault, or stalking.

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