JAN 2 2 2016

A BILL FOR AN ACT

RELATING TO EMPLOYMENT.

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

- SECTION 1. The legislature finds that Hawaii's working
 families are not adequately supported during times of caregiving
 and illness. While the federal Family and Medical Leave Act of
- 4 1993 allows twelve weeks of unpaid leave to employees who have
- 5 worked at a business that employs fifty or more employees, the
- 6 majority of Hawaii's workforce cannot afford to take unpaid
- 7 leave to provide care to a newborn, bond with a new child, or
- 8 care for a family member with a serious health condition. The
- 9 legislature finds that the Hawaii family leave law further
- 10 restricts eligibility by extending four weeks of unpaid leave
- 11 only to those employees who work at a business with more than
- 12 one hundred employees.
- 13 The legislature further finds that only eleven per cent of
- 14 workers in the United States have access to paid family leave
- 15 through their employers. Approximately 247,000 people in Hawaii
- 16 serve as family caregivers. Hawaii has the fastest growing
- 17 population of persons sixty-five years old and above in the

- 1 nation, which is expected to grow by eighty-one per cent by the
- 2 year 2030. Of those who need leave but cannot take it, nearly
- 3 one in three need leave to care for an ill spouse or parent.
- 4 Women, as primary caregivers of infants, children, and elderly
- 5 parents, are affected disproportionately by the unavailability
- 6 of paid family and medical leave.
- 7 The legislature further finds that requiring paid sick
- 8 leave, even in a modest fashion, will provide additional support
- 9 for caregivers.
- 10 The legislature further finds that paid sick leave does not
- 11 currently extend to most part-time food service workers. This
- 12 measure only affects large companies with or more
- 13 employees. Employers who already offer sick leave benefits,
- 14 including those with more generous sick leave benefit plans, are
- 15 unaffected by this measure.
- 16 The purpose of this Act is to provide paid sick leave for
- 17 service workers, which may be used for caregiving purposes.
- 18 SECTION 2. Chapter 388, part I, Hawaii Revised Statutes,
- 19 is amended by adding a new section to be appropriately
- 20 designated and to read as follows:

1	" <u>§</u> 388	3	Paid sick leave; service workers. (a) As used
2	in this se	ection	<u>n:</u>
3	"Chi	ld" me	eans an individual who is:
4	(1)	Less	than eighteen years of age and is:
5		<u>(A)</u>	A biological, adopted, foster, or step-child of a
6			service worker;
7		<u>(B)</u>	A legal ward of a service worker; or
8		(C)	An individual for whom a service worker stands in
9			loco parentis; or
10	(2)	Eigh	teen years of age or older and is:
11		(A)	Incapable of self-care because of a mental or
12			physical disability; and
13		<u>(B)</u>	An individual for whom a service worker stands in
14			loco parentis.
15	"Day	or te	emporary worker" means:
16	(1)	An i	ndividual who works for another person for less
17		than	twenty hours per week, except for an individual
. 18		who v	works for a food establishment; or
19	(2)	<u>An in</u>	ndividual who works:
20		(A)	On a per diem basis; or

1	(B)	As an occasional or irregular basis for only the
2		time required to complete such work, whether the
3		individual is paid by the person for whom work is
4		performed or by an employment agency, as defined
5		in section 373-1.
6	"Employe	has the same meaning as in section 388-1, but
7	shall refer to	employers who employ or more individuals in
8	the State in a	any one quarter in the previous year, which shall
9	be determined	on January 1, annually. The term "employer"
10	excludes any r	nationally chartered organization exempt from
11	taxation under	section 501(c)(3) of the Internal Revenue Code,
12	as amended, th	nat provides recreation, child care, or education
13	services.	
14	"Family v	violence" has the same meaning as in section 571-2.
15	"Food est	ablishment means:
16	<u>(1)</u> <u>Any</u>	place or portion thereof maintained, used, or
17	ope:	rated for the purpose of storing, preparing,
18	ser	ring, manufacturing, packaging, transporting, or
19	<u>ot</u> he	erwise handling food at the retail or wholesale
20	leve	el;

1	(2)	Any place used for cleaning food equipment or utensils
2		in support of another food establishment; or
3	(3)	Any operation that is conducted in, or in conjunction
4		with, a mobile, stationary, temporary, or permanent
5		facility or location where food is served or provided
6		to the public, with or without charge, regardless of
7		whether the food is consumed on or off the premises.
8	"Ser	vice worker" means an employee, including an employee
9	of a food	establishment, excluding a day or temporary worker,
10	who is pa	id on an hourly basis, or is not exempt from the
11	minimum w	age and overtime compensation requirements of the Fair
12	Labor Sta	ndards Act of 1938 and the regulations promulgated
13	thereunde	r, as amended.
14	"Sex	ual assault" means any sexual offense under part V of
15	chapter 7	07.
16	"Spo	use" means a person who is lawfully married to another
17	person un	der the laws of the State or is in a civil union.
18	(b)	An employer shall provide paid sick leave annually to
19	each of t	he employer's service workers. The paid sick leave
20	shall be	earned, beginning January 1, 2017, or the date

1	thereafte	r upon which the service worker commences employment,
2	as follow	<u>s:</u>
3	<u>(1)</u>	At a rate of at least one hour of paid sick leave for
4		each forty hours actually worked; and
5	(2)	In one-hour increments up to a maximum of forty hours
6		per calendar year.
7	A service	worker shall be entitled to carry over up to forty
8	unused ea	rned hours of paid sick leave from the current calendar
9	year to t	he following calendar year; provided that no service
10	worker sh	all be entitled to carry over more than an aggregate of
11	eighty ho	urs of earned sick leave.
12	<u>(c)</u>	A service worker shall be entitled to the use of
13	earned pa	id sick leave, as follows:
14	<u>(1)</u>	If the service worker was hired before
15		January 1, 2017, upon the completion of the six-
16		hundred-eightieth hour of employment from
17		January 1, 2017; or
18	(2)	If the service worker was hired on or after January 1,
19		2017, upon the completion of the service worker's
20		six-hundred-eightieth hour of employment from the date

1		of hire, unless the employer agrees to an earlier
2		date.
3	A service	worker shall not be entitled to the use of earned paid
4	sick leave	e if the service worker did not work an average of ten
5	or more h	ours a week for the employer in the most recent
6	complete	calendar quarter.
7	<u>(d)</u>	An employer shall be deemed to be in compliance with
8	this sect	ion if:
9	(1)	The employer offers any sick leave or other paid
10		leave, or combination of other paid leave, that may be
11		used for the purpose of subsection (g); and is earned
12		at the greater rate described in subsection (b); or
13	(2)	The employer has a sick leave policy approved by the
14		director.
15	For the p	urposes of this subsection, "other paid leave" may
16	include pa	aid vacation, personal days, or paid time off.
17	<u>(e)</u>	An employer shall pay each service worker for paid
18	sick leave	e at a pay rate equal to the greater of either the
19	normal hor	urly wage for that service worker, or the minimum wage
20	under sect	tion 387-2 for the pay period during which the employee
21	used paid	sick leave. For any service worker whose hourly wage

1	varies de	pending on the work periormed by the service worker,
2	the "norm	al hourly wage" shall mean the average hourly wage of
3	the servi	ce worker in the pay period prior to the one in which
4	the servi	ce worker used paid sick leave.
5	<u>(f)</u>	Upon the mutual consent of the service worker and
6	employer,	a service worker who chooses to work additional hours
7	or shifts	during the same or following pay period, in lieu of
8	hours or	shifts missed, shall not use earned paid sick leave.
9	(g)	An employer shall permit a service worker to use the
10	paid sick	leave earned under this section for the following
11	purposes:	
12	(1)	For a service worker's:
13		(A) Illness, injury, or health condition;
14		(B) The medical diagnosis, care, or treatment of a
15		mental illness or physical illness, injury, or
16		health condition; or
17		(C) Preventative medical care; or
18	(2)	For a service worker's child's or spouse's:
19		(A) Illness, injury, or health condition;

1		(B) The medical diagnosis, care, or treatment of a
2		mental or physical illness, injury, or health
3		condition; or
4		(C) Preventative medical care.
5	(h)	If a service worker is a victim of family violence or
6	sexual as	sault, an employer shall permit that service worker to
7	use the pa	aid sick leave earned under this section for the
8	following	purposes:
9	(1)	For medical care or psychological or other counseling
10		for physical or psychological injury or disability;
11	(2)	To obtain services from a victim services
12		organization;
13	(3)	To relocate due to the family violence or sexual
14		assault; or
15	(4)	To participate in any civil or criminal proceedings
16		related to or resulting from the family violence or
17		sexual assault.
18	<u>(i)</u>	Unless an employee policy or collective bargaining
19	agreement	provides for the payment of earned fringe benefits
20	upon term	ination, no service worker shall be entitled to payment

1	of unused	earned sick leave under this section upon termination
2	of employ	ment.
3	<u>(j)</u>	Nothing in this section shall be construed to:
4	<u>(1)</u>	Prevent employers from providing more paid sick leave
5		than is required under this section;
6	(2)	Diminish any rights provided to any employee or
7		service worker under a collective bargaining
8	•	agreement; or
9	(3)	Preempt or override the terms of any collective
10		bargaining agreement effective before January 1, 2017.
11	(k)	A termination of a service worker's employment by an
12	employer	shall constitute a break in employment. If that
13	service w	orker is subsequently rehired by the employer following
14	a break i	n employment, the service worker shall:
15	(1)	Begin to earn sick leave in accordance with this
16		section; and
17	(2)	Not be entitled to any unused hours of paid sick leave
18		that had been earned prior to the service worker's
19		break in service unless agreed to by the employer.
20	(1)	An employer shall provide notice to each service
21	worker of	the following information:

1	(1)	The entitlement to sick leave for service workers, the
2		amount of sick leave provided to service workers, and
3		the terms under which sick leave may be used; and
4	(2)	That the service worker has a right to file a
5		complaint with the department of labor and industrial
6		relations for suspected violations of this section by
7		the employer.
8	Employers	may comply with this section by displaying a poster
9	that conta	ins the information required by this subsection and
10	that is po	sted in a conspicuous place, accessible to service
11	workers, a	t the employer's place of business."
12	SECTI	ON 3. This Act does not affect rights and duties that
13	matured, p	enalties that were incurred, and proceedings that were
14	begun befo	re its effective date.
15	SECTI	ON 4. New statutory material is underscored.
16	SECTI	ON 5. This Act shall take effect on January 1, 2017.
17		
		INTRODUCED BY: AND AC. Rich Ace
	Rolly	H Bake March
	6	Duchille Sadani

SB LRB 16-0535.doc

Report Title:

Employment; Labor; Family Leave; Sick Leave; Service Workers

Description:

Requires certain employers with an unspecified number of employees to provide sick leave to service workers for specified purposes under certain conditions. Defines the terms "service worker" and "employer". Effective 1/1/17.

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