JAN 2 2 2016

## A BILL FOR AN ACT

RELATING TO UNEMPLOYMENT.

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

- 1 SECTION 1. The legislature finds that the department of
- 2 labor and industrial relations reports figures on the total
- 3 unemployed population as a percentage of civilian labor force,
- 4 known as U-3, which is used as the official unemployment rate
- 5 for the State. There are, however, several additional
- 6 alternative measures of labor utilization, U-6 being the most
- 7 comprehensive because it includes the total unemployed, plus all
- 8 marginally attached workers, plus the total employed part-time
- 9 for economic reasons, as a percentage of the civilian labor
- 10 force plus all marginally attached workers. While the
- 11 department does report U-6 figures, these figures are often in
- 12 the technical notes or footnotes.
- 13 The legislature further finds that to allow policy makers
- 14 and analysts to address issues related to unemployment in the
- 15 State, the most comprehensive figures and statistics need to be
- 16 easily accessible.



## S.B. NO. 2648

- 1 The purpose of this Act is to require the department of
- 2 labor and industrial relations to report U-6 figures alongside
- 3 U-3 figures in the main text of reports and press releases
- 4 related to the State's unemployment rate.
- 5 SECTION 2. Chapter 371, Hawaii Revised Statutes, is
- 6 amended by adding a new section to be appropriately designated
- 7 and to read as follows:
- 8 "§371- Reporting of unemployment rate. (a) No later
- 9 than January 1, 2017, the department of labor and industrial
- 10 relations shall report U-6 figures alongside U-3 figures in the
- 11 main text of reports and press releases related to the State's
- 12 unemployment rate.
- (b) For the purposes of this section:
- 14 "Persons marginally attached to the labor force" means
- 15 persons who currently are neither working nor looking for work
- 16 but indicate that they want and are available for a job and have
- 17 looked for work sometime in the past twelve months.
- 18 "U-3" means the total unemployed as a percentage of the
- 19 civilian labor force.
- 20 "U-6" means the total unemployed plus all persons
- 21 marginally attached to the labor force plus total employed part



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- 1 time for economic reasons, as a percentage of the civilian labor
- 2 force plus all persons marginally attached to the labor force."
- 3 SECTION 3. New statutory material is underscored.
- 4 SECTION 4. This Act shall take effect upon its approval.

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# S.B. NO. 2648

### Report Title:

Unemployment; Reporting; Department of Labor and Industrial Relations

### Description:

Requires the department of labor and industrial relations to report U-6 figures alongside U-3 figures in the main text of reports and press releases related to the State's unemployment rate.

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