STAND. COM. REP. NO. 772

Honolulu, Hawaii FEB 1 8 2015

RE: S.B. No. 234 S.D. 1

Honorable Donna Mercado Kim President of the Senate Twenty-Eighth State Legislature Regular Session of 2015 State of Hawaii

Madam:

Your Committee on Commerce and Consumer Protection, to which was referred S.B. No. 234 entitled:

"A BILL FOR AN ACT RELATING TO RETAIL EMPLOYMENT,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Require a retail employer to pay a retail employee who works on a state holiday at a wage rate of three times the retail employee's regular wage rate; and
- (2) Prohibit a retail employer from taking retaliatory personnel action against a retail employee for electing not to work on a state holiday.

Your Committee received testimony in opposition to this measure from the Chamber of Commerce Hawaii; Hawaii Food Industry Association; Retail Merchants of Hawaii; ABC Stores; Society for Human Resource Management, Hawaii Chapter; National Federation of Independent Business - Hawaii; Times Supermarket; and five individuals. Your Committee received comments on this measure from the Department of Labor and Industrial Relations.

Your Committee finds that there has been a growing trend of some establishments beginning the holiday shopping season, which traditionally began the day after Thanksgiving, on Thanksgiving Day. Employees who are expected to work these extended hours on



STAND. COM. REP. NO. 223

holidays must do so while sacrificing time away from family and friends or other interests.

Your Committee has heard testimony that the wage rate requirement proposed by this measure would create an administrative burden for employers and employees. Your Committee understands these concerns and recognizes that businesses should be able to create schedules and policies that work for individual employees and specific businesses. However, your Committee also concludes that employees who elect not to work on a holiday traditionally reserved for family gatherings should not be subject to retaliatory personnel action by their employer. Amendments to this measure are therefore necessary.

Accordingly, your Committee has amended this measure by:

- (1) Deleting language that would have established a new section under chapter 387, Hawaii Revised Statutes, relating to wages paid by retail employers to retail employees on state holidays and a retaliatory personnel action prohibition;
- (2) Specifying that it shall be unlawful for any employer to suspend, discharge, or discriminate against any of the employer's employees because an employee refused to work on a holiday that is traditionally reserved for family gatherings, such as Thanksgiving or Christmas, if scheduled to do so by the employer;
- (3) Updating the purpose section;
- (4) Inserting an effective date of July 1, 2050, to encourage further discussion; and
- (5) 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 Commerce and Consumer Protection that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 234, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 234, S.D. 1, and be referred to the Committee on Judiciary and Labor.



STAND. COM. REP. NO. **223**

Respectfully submitted on behalf of the members of the Committee on Commerce and Consumer Protection,

Bilen Kenly I

ROSALYN H. BARER, Chair



The Senate Twenty-Eighth Legislature State of Hawai'i

. . .

Record of Votes Committee on Commerce and Consumer Protection CPN

Bill / Resolution No.:*	Committee	Committee Referral: Date:			
SB234	CPN, JDL 2/13/15				
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
BAKER, Rosalyn H. (C)					
TANIGUCHI, Brian T. (VC)		\sim			
KAHELE, Gilbert		\checkmark			
KIDANI, Michelle N.		\sim			
NISHIHARA, Clarence K					
WAKAI, Glenn		\checkmark			
SLOM, Sam					
- -		•			
	· · · · · · · · · · · · · · · · · · ·		<u></u>		
· · · · · · · · · · · · · · · · · · ·					
TOTAL		6	0	0	
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