STAND. COM. REP. NO.

Honolulu, Hawaii Feloway II , 2017 RE: H.B. No. 1179 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

Sir:

Your Committee on Labor & Public Employment, to which was referred H.B. No. 1179, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO HOUSING,"

begs leave to report as follows:

The purpose of this measure is to improve the economics of building and operating rental housing in the State by:

- (1) Exempting certain affordable rental housing projects under the Hawaii Housing Finance and Development Corporation from general excise taxes if the project is constructed using labor union general contractors or subcontractors according to a collective bargaining agreement;
- (2) Allowing the terms of collective bargaining agreements and associated provisions to be deemed the prevailing wages and terms serving as the basis of compliance with Chapter 104, Hawaii Revised Statutes, for the construction of certain rental housing projects; and
- (3) Clarifying the minimum prevailing wage if it is not established through collective bargaining agreements and associated provisions.



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The Department of Labor and Industrial Relations, Hawaii Housing Finance and Development Corporation, Hawaii Construction Alliance, Pacific Resource Partnership, and Rental Housing Advisory Committee testified in support of this measure. The Department of Taxation supported the intent of this measure. The Hawaii Community Development Authority, Tax Foundation of Hawaii, and General Contractors Association of Hawaii provided comments.

As affirmed by the record of votes of the members of your Committee on Labor & Public Employment that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1179, H.D. 1, and recommends that it be referred to your Committee on Finance.

> Respectfully submitted on behalf of the members of the Committee on Labor & Public Employment,

HANSON, Chair



## State of Hawaii House of Representatives The Twenty-ninth Legislature



## Record of Votes of the Committee on Labor & Public Employment

Bill/Resolution No.: HBII79,HDI	Committee	Committee Referral: HSG, LAB, FIN		Date: 02-16-17	
The committee is reconsidering its previous decision on the measure.					
The recommendation is to:   Pass, unamended (as is)   Pass, with amendments (HD)   Hold     Pass short form bill with HD to recommit for future public hearing (recommit)					
LAB Members		Ayes	Ayes (WR)	Nays	Excused
1. JOHANSON, Aaron Ling (C)					
2. HOLT, Daniel (VC)		~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~			
3. KEOHOKALOLE, Jarrett					States - Aliteration - Aliteration
A NAKACIUMA Mark M					
4. NAKASHIMA, Mark M.					
5. TAKUMI, Roy M.					
6. YAMASHITA, Kyle T.	4				
7. MATSUMOTO, Lauren Ke	alohilani				
				·	
TOTAL (7)					
	Adopted oint referral,	Not Adopted did not support recommendation.			
Vice Chair's or designee's signature:					
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO					