STAND. COM. REP. NO. 512

Honolulu, Hawaii

FEB 1 7 2017

RE: S.B. No. 425 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

Sir:

Your Committee on Judiciary and Labor, to which was referred S.B. No. 425 entitled:

"A BILL FOR AN ACT RELATING TO LABOR,"

begs leave to report as follows:

The purpose and intent of this measure is to require certain employers with fifty or more employees to provide paid sick leave to service workers.

Your Committee received testimony in support of this measure from the Hawaii State Commission on the Status of Women; Democratic Party of Hawai'i; Americans for Democratic Action; Hawaii State AFL-CIO; Hawaii Government Employees Association, AFSCME, Local 152, AFL-CIO; Hawaii Children's Action Network; Hawaii Women's Coalition; and ILWU Local 142. Your Committee received testimony in opposition to this measure from ABC Stores, Chamber of Commerce Hawaii, Hawaii Crop Improvement Association, Hawaii Food Industry Association, Maui Chamber of Commerce, Retail Merchants of Hawaii, Hawaii Lodging & Tourism Association, Society for Human Resource Management-Hawaii Chapter, National Federation of Independent Business, Gyotaku Japanese Restaurant, Highway Inn, Il Gelato Hawaii, Aiea Bowl, Tiki's Grill & Bar, and two Your Committee received comments on this measure individuals. from the Department of Labor and Industrial Relations.

Your Committee finds that service workers who do not receive sick leave benefits may work while sick to avoid disciplinary action by an employer or financial hardship, thereby exacerbating

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their illness or placing co-workers and the public at risk if the illness is contagious. Your Committee finds that it is in the interest of the health and safety of employees and the public that service workers be allotted sick time to promote recovery and mitigate the spread of illnesses.

Your Committee finds that this measure is an appropriate vehicle in which to include the intent of S.B. No. 516, Regular Session of 2017, which allows an employee to take family leave in addition to victim leave when the employee or employee's minor child is a victim of domestic or sexual violence, as Part II, taking into consideration the amendments proposed in the testimony of the Department of Labor and Industrial Relations on S.B. No. 516 to amend section 378-73, Hawaii Revised Statutes, rather than chapter 398, Hawaii Revised Statutes.

Your Committee has amended this measure by:

- (1) Inserting Part II, which provides that an employee need not exhaust family leave benefits under chapter 398, Hawaii Revised Statutes, prior to taking victim leave under chapter 378, Hawaii Revised Statutes;
- (2) Inserting an effective date of January 7, 2059, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

Your Committee notes that one of the main issues to consider as this measure moves forward is whether the victim leave benefits inserted as Part II of this measure are in addition to certain other leave benefits.

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 425, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 425, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Judiciary and Labor,

GILBERT S.C. KEITH-AGARAN, Chair

The Senate Twenty-Ninth Legislature State of Hawai'i

Record of Votes Committee on Judiciary and Labor JDL

Bill / Resolution No.:* SB 425	Committee Referral:		Dat	Date: 7/14/17	
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
KEITH-AGARAN, Gilbert S.C. (C)		/			
RHOADS, Karl (VC)		\			
GABBARD, Mike					\
KIM, Donna Mercado					
THIELEN, Laura H.					
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TOTAL		4	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