THE SENATE THIRTIETH LEGISLATURE, 2020 STATE OF HAWAII

S.C.R. NO. IOI

MAR 0 6 2020

SENATE CONCURRENT RESOLUTION

REQUESTING THE DIRECTOR OF LABOR AND INDUSTRIAL RELATIONS TO CONVENE A WORKING GROUP TO EXPLORE THE PROVISION OF PAID FAMILY LEAVE FOR EXECUTIVE DEPARTMENTS THAT REPORT DIRECTLY TO THE GOVERNOR.

1 WHEREAS, paid family leave refers to partially or fully 2 compensated time away from work for specific and generally 3 significant family caregiving needs, such as the birth of a child or serious illness of a close family member; and 4 5 6 WHEREAS, the 2018 Aloha United Way ALICE (Asset Limited, 7 Income Constrained, Employed) Study found that almost half of the families in Hawaii are living paycheck to paycheck; and 8 9 10 WHEREAS, although the federal Family and Medical Leave Act of 1993 allows for twelve weeks of unpaid leave to employees who 11 12 have worked at a business that employs fifty or more employees, 13 the majority of Hawaii's workforce cannot afford to take unpaid leave for family caregiving needs, such as to care for a child 14 or attend to the needs of a family member with a serious health 15 16 condition; and 17 18 WHEREAS, Hawaii law, which offers a four-week extension of 19 unpaid leave, is available only to employees of large employers 20 having one hundred or more employees; and 21 22 WHEREAS, eight states, including California, Connecticut, 23 Massachusetts, New Jersey, New York, Oregon, Rhode Island, and 24 Washington, and the District of Columbia have enacted paid 25 family leave laws; and 26 27 WHEREAS, in accordance with Act 109, Session Laws of Hawaii 2018, the Legislative Reference Bureau submitted to the 28 Legislature a report that estimated an annual cost of \$2,624,000 29



S.C.R. NO. 101

1 for a social insurance model exclusively through the State and ongoing annual costs of \$1,103,000 for a governance only model; 2 3 and 4 5 WHEREAS, the Legislative Reference Bureau reported that the 6 scope of coverage provided by each state varies significantly, from eligibility requirements, to qualifying reasons for leave, 7 waiting periods, leave durations, benefit levels, and benefit 8 calculations, and whether there is job protection; and 9 10 11 WHEREAS, the report also stated that the definitions of 12 what is covered and how, and the mechanics of calculating benefit payment can be cumbersome; and 13 14 15 WHEREAS, the Department of Labor and Industrial Relations has identified dissimilar cost estimates due to differences in 16 estimates for claims administrative staffing, estimated 17 information technology staffing, estimated program support 18 19 staffing, and information technology costs for software, storage and retrieval of data, and maintenance costs; and 20 21 22 WHEREAS, the Department of Labor and Industrial Relations 23 has testified it would require \$6,540,000 to implement a social insurance model and \$2,073,000 to implement a governance model 24 25 for Executive Branch employees only; and 26 27 WHEREAS, employers and industry professionals have voiced 28 concern over these differences and areas of confusion as the differences and areas make it not only challenging for employers 29 30 to communicate and educate their employees, but also to 31 understand and determine how paid leave laws coordinate with 32 other benefit plans, such as sick leave, disability, and 33 workers' compensation; and 34 35 WHEREAS, the Hawaii Temporary Disability Insurance Law is 36 unique compared to the other five states that have temporary disability insurance laws because an employer may adopt from 37 38 multiple methods of providing the temporary disability insurance, which includes self-insured plans that differ from 39 40 statutory benefits and have equivalent or better-than-statutory 41 plan benefits; and



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S.C.R. NO. 101

1	WHER	EAS, self-insured temporary disability insurance plans	
2	differ in the weekly benefit amount, duration of payments, and		
3	whether or not a waiting period is required; and		
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5	WHER	EAS, the National Defense Authorization Act for fiscal	
6	year 2020 includes a provision for twelve weeks of paid parental		
7	leave in connection with the birth, adoption, or foster care		
8	placement of a child for employees covered by federal Family and		
9	Medical Leave Act provisions applicable to federal civilian		
10	employees; now, therefore,		
11			
12	BE IT RESOLVED by the Senate of the Thirtieth Legislature		
13	of the State of Hawaii, Regular Session of 2020, the House of		
14	Representatives concurring, that the Director of Labor and		
15	Industrial Relations is requested to convene a working group to		
16	explore the provision of paid family leave for executive		
17	departments that report directly to the Governor, as a first		
18	step that could be scaled up to cover the rest of the workforce;		
19	and	-	
20			
21	BE IT FURTHER RESOLVED that any recommendations made by the		
22	working g	roup achieve the following objectives:	
23			
24	(1)	Reporting in detail on the current relationship	
25		between the Hawaii Temporary Disability Insurance Law	
26		and the federal Family and Medical Leave Act and	
27		Hawaii Family Leave Law;	
28			
29	(2)	Identifying the issues that could arise for the	
30		implementation of a pilot project for Paid Family	
31		Leave for the Executive Branch;	
32			
33	(3)	Determining the potential impacts of enacting a law to	
34		provide paid family leave for the Executive Branch,	
35		including the fiscal and administrative impact on the	
36		State, and the impacts on public sector collective	
37		bargaining and civil service law; and	
38			
39	(4)	Identifying the opportunities and challenges of	
40		scaling up a pilot project for the Executive Branch	
41		for all of Hawaii's workforce; and	



S.C.R. NO. 101

1	BE IT FURTHER RESOLVED that the working group is requested		
2	to comprise of:		
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4	(1)	The Director of Labor and Industrial Relations, or the	
5		Director's designee, who shall serve as the	
6		Chairperson of the working group;	
7			
8	(2)	The Director of Human Resources Development, or the	
9		Director's designee;	
10			
11	(3)	The Director of Finance, or the Director's designee;	
12			
13	(4)	The Attorney General, or the Attorney General's	
14		designee;	
15	(-)		
16	(5)	The Director of Human Services, or the Director's	
17		designee;	
18	(c)	The Comptueller on the Comptueller to device a	
19 20	(6)	The Comptroller, or the Comptroller's designee;	
20	(7)	The Chief Negotiator of the Office of Collective	
22	(7)	Bargaining, or the Chief Negotiator's designee;	
23		bargaining, of the chief negotiator b designee,	
24	(8)	One representative of a retiree association, to be	
25	(-,	appointed by the President of the Senate;	
26			
27	(9)	One representative of a children's advocacy	
28		organization, to be appointed by the Speaker of the	
29		House of Representatives;	
30			
31	(10)	One representative of a women's advocacy organization,	
32		to be appointed by the Governor;	
33			
34	(11)	Two representatives from public sector labor	
35		organizations, to be appointed by the President of the	
36		Senate; and	
37	(10)	The convergentations from mublic states labor	
38 20	(12)	Two representatives from public sector labor	
39 40		organizations, to be appointed by the Speaker of the	
40		House of Representatives; and	



S.C.R. NO. IPI

BE IT FURTHER RESOLVED that the working group may invite 1 2 individuals from additional organizations or agencies to 3 participate in the working group; and 4 BE IT FURTHER RESOLVED that the working group is requested 5 to submit a report of its findings and recommendations, 6 7 including any proposed legislation, to the Legislature no later than twenty days prior to the convening of the Regular Session 8 9 of 2021; and 10 11 BE IT FURTHER RESOLVED that certified copies of this 12 Concurrent Resolution be transmitted to the Governor, Director of Labor and Industrial Relations, Director of Human Resources 13 Development, Director of Finance, Attorney General, Director of 14 Human Services, Comptroller, and Chief Negotiator. 15 16 17 18 OFFERED BY:

