STAND. COM. REP. NO. 141

Honolulu, Hawaii

## MAR 3 0 2021

RE: S.C.R. No. 98

Honorable Ronald D. Kouchi President of the Senate Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Labor, Culture and the Arts, to which was referred S.C.R. No. 98 entitled:

"SENATE CONCURRENT RESOLUTION REQUESTING THE DIRECTOR OF LABOR AND INDUSTRIAL RELATIONS TO CONVENE A TASK FORCE ON PAID FAMILY LEAVE,"

begs leave to report as follows:

The purpose and intent of this measure is to request the Director of Labor and Industrial Relations to convene a sixteenmember paid family leave task force to study, design, and develop a paid family leave pilot program with coverage limited to certain employers and employees to be established and implemented by the Department of Labor and Industrial Relations (DLIR) as a trial program that could eventually be expanded to cover all public and private sector workers in the State.

Your Committee received testimony in support of this measure from AAUW of Hawaii; Americans for Democratic Action Hawai'i; Breastfeeding Hawaii; Hawai'i Children's Action Network Speaks!; Hawaii Government Employees Association, AFSCME Local 152, AFL-CIO; Hawai'i Public Health Institute Obesity Prevention Task Force; Ma'i Movement Hawai'i; and Planned Parenthood Votes Northwest and Hawaii. Your Committee received comments on this measure from the Department of Labor and Industrial Relations, Chamber of Commerce Hawaii, and Society for Human Resource Management Hawaii.



STAND. COM. REP. NO. 1484 Page 2

Your Committee finds that existing federal and state laws that require covered employers to allow eligible employees leave of absence for family caregiving purposes (family leave), such as to care for a family member with a serious health condition or to bond with a new child, do not require the leave to be paid leave. The need for family leave in Hawaii is expected to increase as the percentage of residents aged sixty-five years and older is projected to rise from 14.5 percent in 2010, to 22.6 percent in 2030. However, a majority of Hawaii's workforce cannot afford to take unpaid family leave due to financial constraints.

The Legislature has considered various measures over numerous sessions to establish a framework by which paid family leave can be provided to the Hawaii workforce. In 2018, it ordered the Legislative Reference Bureau (LRB) to analyze the impacts of establishing a paid family leave program in Hawaii to enable the Legislature to choose a model or framework that is most suitable for Hawaii. The LRB study, issued in December 2019, projected the costs and staffing required to establish and maintain a paid family leave system in Hawaii under three social insurance models. Your Committee believes that the next step towards establishment of a state-wide paid family leave program is to have a task force study, design, and develop a pilot program with limited coverage to be implemented by DLIR that could eventually be expanded to the entire State.

Your Committee notes testimony from the Society for Human Resource Management Hawaii suggesting that a human resource professional be a member of the paid family leave task force. Your Committee recommends that one of the task force members who represents business organizations or small business organizations be a human resource professional. Your Committee also notes DLIR's testimony stating that it will require five dedicated personnel, i.e., the chairperson, temporary disability insurance specialist, a labor law enforcement specialist, and two clerical staff, to support the task force, whose total compensation will surpass \$300,000. Your Committee will seek an appropriation to fund the paid family leave task force, including compensation for DLIR's dedicated personnel, in the budget bill.

As affirmed by the record of votes of the members of your Committee on Labor, Culture and the Arts that is attached to this



STAND. COM. REP. NO. 1484 Page 3

report, your Committee concurs with the intent and purpose of S.C.R. No. 98 and recommends its adoption.

Respectfully submitted on behalf of the members of the Committee on Labor, Culture and the Arts,

r BRIAN T. TANIGUCHI, Çha**\**ir



## The Senate Thirty-First Legislature State of Hawaiʻi

## Record of Votes Committee on Labor, Culture and the Arts LCA

Bill / Resolution No.:*	Committee	Referral:	Da	te:	/
SCR 98	LCA	F		3/19/	2021
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
TANIGUCHI, Brian T. (C)					
IHARA, Jr., Les (VC)					
CHANG, Stanley					
KEOHOKALOLE, Jarrett					
FEVELLA, Kurt					
		·			
TOTAL		4	0	0	
Recommendation:					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

\*Only <u>one</u> measure per Record of Votes