

### A BILL FOR AN ACT

RELATING TO RENEWABLE ENERGY.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

| 1  | SECTION 1. Chapter 196, Hawaii Revised Statutes, is             |
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| 2  | amended by adding a new section to be appropriately designated  |
| 3  | and to read as follows:   |
| 4  | "§196- Project labor standards for large-scale                  |
| 5  | renewable energy projects; attestation or declaration; project  |
| 6  | labor agreement. (a) A person who constructs a large-scale      |
| 7  | covered project sited in the State shall, within thirty days    |
| 8  | from the date construction begins, provide a signed attestation |
| 9  | or declaration to the department of labor and industrial        |
| 10 | relations stating to the best of their knowledge and belief,    |
| 11 | under penalty of perjury, that during all periods of            |
| 12 | construction all contractors and subcontractors working on the  |
| 13 | covered project shall:  |
| 14 | (1) Use apprentices enrolled in or graduated from an            |
| 15 | apprenticeship pursuant to chapter 372;                         |
| 16 | (2) Have policies in place that are designed to limit or        |
| 17 | prevent workplace harassment and discrimination and             |

| 1  |            | that promote workplace diversity, equity and           |
|----|------------|--|
| 2  |            | <pre>inclusion;</pre>                                  |
| 3  | (3)        | Maintain a license, be good standing to perform the    |
| 4  |            | work, and remain eligible to receive a contract or     |
| 5  |            | subcontract for public works under chapter 104;        |
| 6  | (4)        | Demonstrate a history of material compliance in the    |
| 7  |            | previous seven years, or provide available history for |
| 8  |            | new businesses, with the rules and other requirements  |
| 9  |            | of state agencies with oversight regarding workers'    |
| 10 |            | compensation, building codes, and occupational safety  |
| 11 |            | and health;  |
| 12 | (5)        | Demonstrate a history of compliance, in the previous   |
| 13 |            | seven years, or provide available history for new      |
| 14 |            | businesses, with federal and state wage and hour laws; |
| 15 | <u>(6)</u> | Provide quarterly reporting and recordkeeping to the   |
| 16 |            | covered project's owner or applicable electric utility |
| 17 |            | and respond to records requests and verification;      |
| 18 | <u>(7)</u> | Pay no less than the prevailing wage rate for an       |
| 19 |            | hour's work in the same trade or occupation in the     |
| 20 |            | county where the labor is performed; and               |



| 1  | (8)        | Offer health care and retirement benefits to the        |
|----|------------|---|
| 2  |            | employees performing the labor on the covered project.  |
| 3  | (b)        | In addition to the requirements described in            |
| 4  | subsection | n (a), the attestation or declaration shall include the |
| 5  | following  | information:  |
| 6  | (1)        | The megawatt capacity and physical footprint in acres   |
| 7  |            | of the project;   |
| 8  | (2)        | The geographic location of the project;                 |
| 9  | <u>(3)</u> | The estimated workforce requirements of the project;    |
| 10 | (4)        | A collated list of good faith effort documentation;     |
| 11 |            | and   |
| 12 | (5)        | A description of any policies in place for ensuring     |
| 13 |            | the person meets the requirements in this section.      |
| 14 | <u>(c)</u> | A person shall be exempted from the requirements of     |
| 15 | subsection | n (a) if the person provides the department of labor    |
| 16 | and indust | trial relations with a copy of a project labor          |
| 17 | agreement  | for the covered project.                                |
| 18 | (d)        | A person constructing a covered project shall notify    |
| 19 | the purcha | aser of the project or the purchaser of the energy from |
| 20 | the projec | ct of the signed attestation or declaration required    |
| 21 | pursuant   | to subsection (a) or of the existence of a project      |



1 labor agreement under subsection (c), the notice of which shall 2 identify the signatories to the agreement. 3 (e) The department of labor and industrial relations shall 4 retain in a manner consistent with the department's record 5 retention rules an attestation or declaration and, if 6 applicable, a project labor agreement filed with the department. 7 (f) Notwithstanding chapter 91, an attestation or 8 declaration and, if applicable, a project labor agreement 9 provided to the department of labor and industrial relations 10 pursuant to this section shall be subject to public records 11 disclosure and the department shall provide a copy of the 12 attestation or declaration upon request. 13 (g) An attestation or declaration and, if applicable, a 14 project labor agreement filed under this section shall be for 15 reporting purposes only and the department of labor and 16 industrial relations shall not use an attestation or declaration **17** and, if applicable, a project labor agreement to investigate, 18 regulate, or enforce matters addressed in the attestation or 19 declaration.

(h) Nothing in this section shall prohibit:

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| 1  | (1)                       | The inclusion of labor standards in addition to those   |  |  |  |
|----|---------------------------|---|--|--|--|
| 2  |                           | required by subsection (a) in contracts that are        |  |  |  |
| 3  |                           | subject to this section;                                |  |  |  |
| 4  | (2)                       | A person from using a project labor agreement to meet   |  |  |  |
| 5  |                           | the minimum requirements of subsection (a); or          |  |  |  |
| 6  | (3)                       | A project labor agreement from including additional     |  |  |  |
| 7  |                           | provisions that:  |  |  |  |
| 8  |                           | (A) Permit qualified contractors and subcontractors     |  |  |  |
| 9  |                           | to bid for and be awarded work on the project           |  |  |  |
| 10 |                           | without regard to whether they are otherwise            |  |  |  |
| 11 |                           | parties to a collective bargaining agreement; and       |  |  |  |
| 12 |                           | (B) Guarantee against work stoppages, strikes,          |  |  |  |
| 13 |                           | lockouts and similar disruptions of the project.        |  |  |  |
| 14 | <u>(i)</u>                | As used in this section:                                |  |  |  |
| 15 | <u>"App</u>               | rentice" shall have the same meaning as that term is    |  |  |  |
| 16 | defined in section 372-2. |   |  |  |  |
| 17 | <u>"Con</u>               | struction" includes on-site and off-site construction   |  |  |  |
| 18 | and fabri                 | cation and covers thirty days after project completion. |  |  |  |
| 19 | "Cov                      | ered project" means a renewable energy generation,      |  |  |  |
| 20 | sequestra                 | tion, or storage facility with a capacity rating of ten |  |  |  |
| 21 | megawatts                 | or greater.   |  |  |  |

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| 1 | "Project labor agreement" means a prehire collective         |
|---|--|
| 2 | bargaining agreement as described in 29 United States Code   |
| 3 | section 158(f) that establishes the terms and conditions of  |
| 4 | employment for a specific construction project or contract." |
| 5 | SECTION 2. New statutory material is underscored.            |
| 6 | SECTION 3. This Act shall take effect upon its approval.     |
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### Report Title:

Renewable Energy Projects; Labor Standards; Union Labor

### Description:

Establishes labor requirements for the construction of renewable energy projects with a capacity rating of ten megawatts or greater.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

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