STAND. COM. REP. NO. 1095-24

Honolulu, Hawaii

MAR 14 ' 2024

RE: S.B. No. 2474

S.D. 2 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-Second State Legislature Regular Session of 2024 State of Hawaii

Sir:

Your Committee on Labor & Government Operations, to which was referred S.B. No. 2474, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO FAMILY LEAVE,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Require and appropriate funds for the Department of Labor and Industrial Relations to establish and administer a Family Leave Insurance Program;
- (2) Provide family leave insurance benefits and extend the period of family leave to sixteen weeks for businesses that employ one or more employees who meet the hourly qualifications;
- (3) Require the Department of Labor and Industrial Relations to conduct a public outreach and education campaign to inform employees and employers of family leave insurance benefits and submit an annual report to the Legislature on any outreach and education efforts and projected and actual Family Leave Insurance Program participation; and

(4) Eliminate the previous threshold of one hundred employees for employers to be subject to the family leave law.

Your Committee received testimony in support of this measure from the Office of Hawaiian Affairs; Executive Office on Aging; Executive Office on Early Learning; Honolulu County Committee on the Status of Women; Hawai'i State Association of Counties; AARP Hawai'i; Catholic Charities Hawai'i; 'Ohana Leadership Council; Stonewall Caucus of the Democratic Party of Hawai'i; Hawai'i Children Action Network; UNITE HERE Local 5; Save Medicaid Hawaii; Hawaii State Teachers Association; Hawai'i Public Health Association; Hawaii Clubhouse Coalition; Rainbow Family 808; Hawai'i Family Caregiver Coalition; Chamber of Sustainable Commerce; IATSE Local 665; Democratic Party of Hawai'i; Imua Alliance; Democratic Party of Hawai'i Labor Caucus; Parents and Children Together; AAUW of Hawaii; American Civil Liberties Union of Hawai'i; Breastfeeding Hawaii; Hawai'i State Democratic Women's Caucus; Hawai'i Children's Action Network Speaks!; The American College of Obstetricians and Gynecologists; AlohaCare; American Heart Association; Hawai'i Women Lawyers; Hawai'i State Coalition Against Domestic Violence; Hawai'i Workers Center; Aloha United Way; Hawai'i Public Health Institute; Hawai'i Alliance for Progressive Action; Papa Ola Lokahi; Hawaii Medical Association; Hawai'i Health & Harm Reduction Center; Wainiha Country Market; and numerous individuals. Your Committee received testimony in opposition to this measure from the United Public Workers, AFSCME Local 646, AFL-CIO; Hawai'i Restaurant Association; Retail Merchants of Hawaii; Kauai Christian Academy; Hawai'i Nurses' Association - OPEIU Local 50; Hawaii Energy Marketers Association; Hawaii Government Employees Association, AFSCME Local 152, AFL-CIO; NFIB, Hawaii Chapter; Society of Human Resource Management -Hawaii; Chamber of Commerce Hawaii; Maui Chamber of Commerce; and two individuals. Your Committee received comments on this measure from the Department of the Attorney General; Department of Human Services; Department of Budget and Finance; Department of Labor and Industrial Relations; Department of Health; American Council of Life Insurers; and Grassroot Institute of Hawaii.

Your Committee finds that many of Hawaii's working families struggle during times of caregiving and illness. While the federal Family and Medical Leave Act allows twelve weeks of unpaid leave to employees who have worked at a business that employs

fifty or more employees, the majority of Hawaii's workforce cannot afford to take unpaid leave to care for a new child or attend to the needs of a family member with a serious health condition. This measure supports employees who might otherwise find themselves faced with the untenable choice between preserving their employment to provide for their families and providing care to a family member.

Your Committee has amended this measure by deleting its contents and inserting the contents of H.B. No. 2757, H.D. 1, a substantially similar measure that:

- (1) Beginning January 1, 2027, requires the Department of Labor and Industrial Relations to establish a Family and Medical Leave Program and begin collecting payroll contributions to finance payment of benefits;
- (2) Beginning January 1, 2028, requires the Department to start receiving claims and paying benefits under the Program; and
- (3) Takes effect on July 1, 3000.

As affirmed by the record of votes of the members of your Committee on Labor & Government Operations that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2474, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2474, S.D. 2, H.D. 1, and be referred to your Committee on Consumer Protection & Commerce.

Respectfully submitted on behalf of the members of the Committee on Labor & Government Operations,

SCOT Z. MATAYOSHI, Chair

2024-2295 SB2474 HD1 HSCR HMSO

State of Hawaii House of Representatives The Thirty-second Legislature

HSCR 1095-24

Record of Votes of the Committee on Labor & Government Operations

Bill/Resolution No.: Committee Referral: Date: 3/12/24 SB 2474 SD2 LGO, CPC, FIN Date: 3/12/24				
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)				
LGO Members	Ayes	Ayes (WR)	Nays	Excused
1. MATAYOSHI, Scot Z. (C)	V	300		
2. GARRETT, Andrew Takuya (VC)	V			
3. KAPELA, Jeanne				
5. KAI ELA, Jeanne				
4. MARTINEZ, Rose		- 100 to	A CONTRACTOR	TO SERVICE AND ADDRESS OF THE PERSON OF THE
				lere de la
5. SAYAMA, Jackson D.				
6. TAM, Adrian K.				
ALCOCKUP III				
7. ALCOS III, David				
TOTAL (7)	b			
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				