THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII S.B. NO. <sup>360</sup> S.D. 2

## A BILL FOR AN ACT

RELATING TO FAMILY LEAVE.

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

1 SECTION 1. The legislature finds that Hawaii's working 2 families are not adequately supported during times of caregiving 3 and illness. According to a 2018 report commissioned by Aloha 4 United Way, entitled "ALICE [Asset Limited, Income Constrained, 5 Employed]: a Study of Financial Hardship in Hawaii", forty-two 6 per cent of families in Hawaii are living paycheck to paycheck. 7 While the federal Family and Medical Leave Act of 1993 allows 8 twelve weeks of unpaid leave to employees who have worked at a 9 business that employs fifty or more employees, the majority of 10 Hawaii's workforce cannot afford to take unpaid leave to care 11 for a new child or attend to the needs of a family member who 12 has a serious health condition. Hawaii law, which offers a 13 modest four-week extension of unpaid leave, is available only to 14 employees of large employers having more than one hundred 15 employees.

16 The legislature further finds that in 2018, only seventeen 17 per cent of workers in the United States had access to paid

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1 family leave through their employers. Women, as primary caregivers of infants, children, and elderly parents, are 2 3 disproportionately affected by the absence of paid family and 4 medical leave. According to AARP Hawaii, there are 5 approximately 157,000 unpaid family caregivers in the State. Hawaii has one of the fastest growing populations over the age 6 7 of sixty-five in the nation; from 2020 to 2030, the percentage 8 of people age sixty-five and over is expected to increase from 19.1 per cent to 22.5 per cent of the State's population. 9 10 Nearly one third of those who need but do not have access to family leave will need the time off to care for an ill spouse or 11 12 elderly parent.

13 The legislature additionally finds that the coronavirus 14 disease 2019 (COVID-19) spread globally and was declared a 15 pandemic by the World Health Organization on March 11, 2020. Upon reaching Hawaii's shores, COVID-19 became a public health 16 17 emergency that infected thousands of people, overwhelmed 18 hospital capacities, created medical supply shortages, and 19 claimed the lives of numerous Hawaii residents. Enacting a 20 comprehensive family leave program would allow employees whose

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1	family mer	mbers are impacted by serious health conditions to
2	provide ad	dequate care for their loved ones.
3	Acco:	rdingly, the purpose of this Act is to:
4	(1)	Require the department of labor and industrial
5		relations develop a procedural manual for a family
6		leave insurance program that pays family leave
7		insurance benefits and submit a report to the
8		legislature prior to the regular session of 2025; and
9	(2)	Appropriate funds.
10	SECT:	ION 2. (a) The department of labor and industrial
11	relations	, in consultation with the insurance commissioner,
12	shall deve	elop a procedural manual to implement a family leave
13	insurance	program within the State to pay family leave insurance
14	benefits.	The study shall consider the following:
15	(1)	The type of fund to be established;
16	(2)	How the fund will be funded;
17	(3)	Contribution rates;
18	(4)	Coverage; and
19	(5)	Non-duplication with other health benefits, such as:
20		(A) Sick leave;
21		(B) Temporary disability insurance; and

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1	(C) Other benefits under collective bargaining units.		
2	(b) The department of labor and industrial relations shall		
3	submit a report of the department's:		
4	(1) Status and progress in developing a family leave		
5	insurance program; and		
6	(2) Findings and recommendations, including any proposed		
7	legislation,		
8	to the legislature no later than twenty days prior to the		
9	convening of the regular session of 2025.		
10	SECTION 3. There is appropriated out of the general		
11	revenues of the State of Hawaii the sum of \$ or so		
12	much thereof as may be necessary for fiscal year 2023-2024 and		
13	the same sum or so much thereof as may be necessary for fiscal		
14	year 2024-2025 to address the requirements in section 2 to		
15	expand the family leave program established pursuant to chapter		
16	398, Hawaii Revised Statutes, through a family leave insurance		
17	program.		
18	The sums appropriated shall be expended by the department		
19	of labor and industrial relations for the purposes of this Act.		
20	SECTION 4. This Act shall take effect on January 1, 2050.		

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#### Report Title:

DLIR; Insurance Commissioner; Family Leave Insurance Program; Family Leave; Positions; Procedural Manual; Appropriation

#### Description:

Requires the Department of Labor and Industrial Relations, in consultation with the Insurance Commissioner, to develop a procedural manual to implement a family leave insurance program that pays family leave insurance benefits. Appropriates funds. Effective 1/1/2050. (SD2)

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

