

STAND. COM. REP. NO. 2360

Honolulu, Hawaii

FEB 14 2024

RE: S.B. No. 371
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirty-Second State Legislature
Regular Session of 2024
State of Hawaii

Sir:

Your Committee on Labor and Technology, to which was referred
S.B. No. 371 entitled:

"A BILL FOR AN ACT RELATING TO CONTRACTORS,"

begs leave to report as follows:

The purpose and intent of this measure is to define
"incidental and supplemental work" for purposes of specialty
contractors under the Contractors Law.

Your Committee received testimony in support of this measure
from the Iron Workers Stabilization Fund, Hawaii Sheet Metal
Worker's Local Union 293, Hawaii Teamsters 996, Democratic Party
of Hawai'i, Democratic Party of Hawai'i Labor Caucus, International
Association of Heat and Frost Insulators and Allied Workers Local
132, Ironworkers Local 625, IATSE Local 665, and two individuals.

Your Committee received testimony in opposition to this
measure from the General Contractors Association of Hawaii and
Pacific Resource Partnership.

Your Committee received comments on this measure from the
Contractors License Board.

Your Committee finds that in the construction and trade labor
fields, it is important to ensure that the individuals performing
work are well trained and highly qualified so that the public may



be confident that construction projects are completed in a safe and competent manner. This measure will ensure that unionized workers can remain in their trade, be fairly compensated, and practice their profession in a manner that guarantees their financial well-being and public safety by defining "incidental and supplemental work" in statute.

Your Committee has amended this measure by:

- (1) Changing the percentage of incidental and supplemental work that a specialty contractor licensee may perform from five percent to an unspecified percentage; and
- (2) Inserting an effective date of July 1, 2050, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Labor and Technology that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 371, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 371, S.D. 1, and be referred to your Committee on Commerce and Consumer Protection.

Respectfully submitted on
behalf of the members of the
Committee on Labor and
Technology,


HENRY J.C. AQUINO, Chair



