A BILL FOR AN ACT

RELATING TO EMPLOYMENT.

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

- 1 SECTION 1. The legislature finds that employers have a
- 2 duty to pay their employees on time. In 2017, former Governor
- 3 Ige signed Act 135, Session Laws of Hawaii 2017, into state law,
- 4 which established how and when employees are to be paid. Under
- 5 Act 135, an employer that fails to pay wages within seven days
- 6 after the end of a pay period may be ordered to pay an
- 7 administrative penalty of not less than \$500 or \$100 for each
- 8 employee for every day of the violation, whichever is greater,
- 9 in addition to back pay and damages equal to the amount of
- 10 unpaid wages and interest at a rate of six per cent per year
- 11 from the date that the wages were due. The legislature finds
- 12 that the State and counties should hold themselves to the same
- 13 standard.
- 14 The purpose of this Act is to increase the accountability
- 15 of state and county employers with respect to the timely payment
- 16 of wages to their employees.

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         SECTION 2. Section 388-1, Hawaii Revised Statutes, is
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    amended by amending the definition of "employer" to read as
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    follows:
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         ""Employer" includes any individual; partnership;
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    association; joint-stock company; trust; corporation; the
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    personal representative of the estate of a deceased individual
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    or the receiver, trustee, or successor of any of the same; and
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    general contractor, for purposes of wages owed to the employees
    of a subcontractor, as those terms are defined in section
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    388-11.5[\div], employing any person, but shall not include [the
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    State or any political subdivision thereof or ] the United
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    States[-]; provided that the "employer" includes the State and
    any political subdivision thereof when a provision of this
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    chapter has no comparable provision in chapter 78."
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         SECTION 3. This Act does not affect rights and duties that
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    matured, penalties that were incurred, and proceedings that were
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    begun before its effective date.
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         SECTION 4. Statutory material to be repealed is bracketed
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and stricken. New statutory material is underscored.

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1 SECTION 5. This Act shall take effect upon its approval.

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INTRODUCED BY:

JAN 17 2025

H.B. NO. 478

Report Title:

Employment; State and County Employers; Payment of Wages

Description:

Amends the definition of "employer" in state law that governs payment of wages and other compensation to include the State and counties when a provision in that law has no comparable provision in state law that governs public officers and employees.

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