STAND. COM. REP. NO. 1142

Honolulu, Hawaii

MAR 2 7 2015

RE: H.B. No. 391

H.D. 1 S.D. 1

Honorable Donna Mercado Kim President of the Senate Twenty-Eighth State Legislature Regular Session of 2015 State of Hawaii

Madam:

Your Committee on Judiciary and Labor, to which was referred H.B. No. 391, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO WAGES AND HOURS ON PUBLIC WORKS,"

begs leave to report as follows:

The purpose and intent of this measure is to amend the prevailing wage law to allow for payment of overtime on public works projects in excess of time and a half. This measure also authorizes overtime rates in prevailing collective bargaining agreements to apply to the wage rate schedule and thereby provide a level playing field between union and non-union contractors.

Your Committee received testimony in support of this measure from the Department of Labor and Industrial Relations and Hawaii Construction Alliance. Your Committee received comments on this measure from the General Contractors Association of Hawaii.

Your Committee finds that this measure would have the practical effect of setting the floor for overtime pay on public works projects at time and a half. This measure also recognizes situations in which an overtime rate greater than time and a half may have been collectively bargained for.

Your Committee has amended this measure by:

- (1) Clarifying that a prevailing wage may be "defined by" rather than "subject to" a collective bargaining agreement; and
- (2) Clarifying that a basic hourly rate can be established "by" rather than "in" a collective bargaining agreement.

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 391, H.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 391, H.D. 1, S.D. 1, and be referred to the Committee on Ways and Means.

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

GILBERT S.C. KEITH-AÇARAN, Chair

The Senate Twenty-Eighth Legislature State of Hawai'i

Record of Votes Committee on Judiciary and Labor JDL

Bill / Resolution No.:*	Committee Referral:		Dat	Date: / /	
HB 391 HD1	JOL	-, WAM		3/24/1	
The Committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
KEITH-AGARAN, Gilbert S.C. (C)		V			
SHIMABUKURO, Maile S.L. (VC)		/			
ESPERO, Will		~			
GABBARD, Mike					
IHARA, Jr., Les		V			
THIELEN, Laura H.				V	
SLOM, Sam			·		V
		<u> </u>			
TOTAL		5	0		
Recommendation: Adopted			Not Adopted		
Chair's or Designee's Signature:					
Distribution: Original Yellow File with Committee Report Clerk's Office			Pink Goldenrod Drafting Agency Committee File Copy		

*Only one measure per Record of Votes