STAND. COM. REP. NO.

Honolulu, Hawaii

APR 0 5 2007

RE: H.B. No. 1399

S.D. 1

Honorable Colleen Hanabusa President of the Senate Twenty-Fourth State Legislature Regular Session of 2007 State of Hawaii

Madam:

Your Committee on Judiciary and Labor, to which was referred H.B. No. 1399, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO INCARCERATED PERSONS,"

begs leave to report as follows:

The purpose of this measure is to clarify that inmates who participate in work, education, and vocational training programs are exempt from statutory employee benefits.

Your Committee received testimony in support of the bill from the Department of Public Safety and from the Department of Labor and Industrial Relations.

Your Committee finds that the Federal Unemployment Tax Act already exempts inmates from statutory employee benefits but the state law does not explicitly provide for a similar exemption. Your Committee further finds that if inmates are considered employees of the State, the cost of unemployment insurance and other benefits could force the closure of important rehabilitative programs.

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. 1399, S.D. 1, and recommends that it pass Third Reading.

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

CLAYTO HEE, Chair

The Senate Twenty-Fourth Legislature State of Hawaii

Record of Votes Committee on Judiciary and Labor JDL

Bill / Resolution No.:* HB 1399 SD/	1			ate: 3/3 o [8 7	
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 A	ye (WR)	Nay	Excused
HEE, Clayton (C)					
KOKUBUN, Russell S. (VC)					<u> </u>
INOUYE, Lorraine R.	(
NISHIHARA, Clarence K.	· · · · · · · · · · · · · · · · · · ·				
GABBARD, Mike			1		
TOTAL		4			
Recommendation: Adopted			Not Adopted		
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink File with Committee Report Clerk's Office Drafting Agency					

*Only one measure per Record of Votes