

Honolulu, Hawaii

March 6, 2009

RE: H.B. No. 602

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fifth State Legislature
Regular Session of 2009
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 602
entitled:

"A BILL FOR AN ACT RELATING TO WORKERS' COMPENSATION,"

begs leave to report as follows:

The purpose of this bill is to extend the exemption from
workers' compensation insurance to services performed by:


- (1) A partner of a partnership, if the partner is an
individual;
- (2) A sole proprietor for the sole proprietorship; and
- (3) Members of a Limited Liability Company (LLC) or Limited
Liability Partnership (LLP) who own 50 percent or more
of the LLC or LLP.

The Department of Labor and Industrial Relations; The Chamber
of Commerce of Hawaii; The Hawaii Business League; Integrated
Economic Solutions, LLC.; Retail Merchants of Hawaii; National
Federation of Independent Business - Hawaii; and Hawaii
Independent Insurance Agents Association supported this bill. The
ILWU Local 142 opposed this bill.



As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 602 and recommends that it pass Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Finance,


MARCUS R. OSHIRO, Chair



