A BILL FOR AN ACT

RELATING TO COMPENSATION.

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

SECTION 1. Section 104-1, Hawaii Revised Statutes, is 1 amended to read as follows: 2 "§104-1 Definitions. As used in this chapter, the 3 4 following words and phrases shall have the following meanings: 5 $[\frac{1}{1}]$ "Basic hourly rate" means the hourly wage paid to a laborer or mechanic for work performed during nonovertime hours, 6 but shall not include the cost to an employer of furnishing 7 fringe benefits whether paid directly or indirectly to the 8 9 laborer or mechanic as provided in [paragraph (7);] the definition of "wages". 10 $\lceil \frac{(2)}{2} \rceil$ "Construction" includes alteration, repair, 11 12 painting, and decorating[+]. "Department" means the department of labor and 13 $[\frac{(3)}{(3)}]$ 14 industrial relations[+]. "Director" means the director of labor and 15

industrial relations of the State[+].

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"Governmental contracting agency" means the State,
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         [<del>(5)</del>]
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    any county and any officer, bureau, board, commission, or other
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    agency or instrumentality thereof[+]
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         [<del>-(6)</del>-]
                 "Overtime compensation" means compensation based on
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    not less than one and one-half times the laborers or mechanics
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    basic hourly rate of pay plus the cost to an employer of
    furnishing a laborer or mechanic with fringe benefits as
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    described in [paragraph (7);] the definition of "wages".
         [<del>(7)</del>] "Wages", "rate of wages", "wage rates", "minimum
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    wages", and "prevailing wages" mean the basic hourly rate and
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    the cost to an employer of furnishing a laborer or mechanic with
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    fringe benefits, including but not limited to health and welfare
    benefits, vacation benefits, and pension benefits, whether paid
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    directly or indirectly to the laborer or mechanic."
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                      Section 104-2, Hawaii Revised Statutes, is
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         SECTION 2.
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    amended by amending subsection (c) to read as follows:
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         "(c) No laborer or mechanic employed on the job site of
    any public work of the State or any political subdivision
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    thereof shall be permitted or required to work on Saturday,
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    Sunday, or a legal holiday of the State or in excess of eight
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    hours on any other day unless the laborer or mechanic receives
    overtime compensation for all hours worked on Saturday, Sunday,
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- 1 and a legal holiday of the State or in excess of eight hours on
- 2 any other day. The rate for overtime compensation shall be the
- 3 rate specified in a collective bargaining agreement when the
- 4 basic hourly rate is based on a collective bargaining agreement
- 5 rate. For purposes of determining overtime compensation under
- 6 this subsection, the basic hourly rate of any laborer or
- 7 mechanic shall not be less than the basic hourly rate determined
- 8 by the director to be the prevailing basic hourly rate for
- 9 corresponding classes of laborers and mechanics on projects of
- 10 similar character in the State."
- 11 SECTION 3. Statutory material to be repealed is bracketed
- 12 and stricken. New statutory material is underscored.
- 13 SECTION 4. This Act shall take effect upon its approval.

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Report Title:

Overtime Compensation; Public Works

Description:

Establishes the calculation of overtime compensation for government public works construction contracts that are greater than \$2,000 to be not less than one and one-half times the laborer's or mechanic's basic hourly rate of pay plus the cost of fringe benefits. Establishes that the overtime compensation rate shall be the rate specified in a collective bargaining agreement if the basic hourly rate is based on such agreement. (SD1)

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