A BILL FOR AN ACT

RELATING TO HEALTH.

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

1	SECT	ION 1. The legislature finds that:
2	(1)	Most workers in the State, at some time during the
3		year, need temporary time off from work to take care
4		of personal health needs or the health needs of
5		members of their families;
6	(2)	Nationally, nearly forty per cent of private sector
7		workers are without any paid sick leave. In Hawaii,
8		an estimated forty-three per cent of private sector
9		workers lack paid sick leave;
10	(3)	Low-income workers are significantly less likely to
11		have paid sick leave than other members of the
12		workforce. Only one in five low-income workers has
13		access to paid sick leave;
14	(4)	Providing workers time off to attend to their personal
15		health care needs and the health care needs of family
16		members would ensure a healthier and more productive
17		workforce in the State;



(5) Nearly two hundred fifty thousand people in the State
 serve as unpaid family caregivers for family members,
 work that has an aggregate value of \$1,900,000 per
 year. Working family caregivers cannot adequately
 care for their relatives without access to paid sick
 leave;

7 (6) Paid sick leave would have a positive effect on the
8 public health of residents of the State by allowing
9 workers the option of staying home when ill, thus
10 lessening recovery time and reducing the likelihood of
11 spreading illness to other members of the workforce
12 and to the public;

13 (7) Paid sick leave will reduce health care expenditures 14 by promoting access to primary and preventive care. 15 Nationally, providing all workers with paid sick leave 16 would result in \$1,100,000,000 in annual savings in 17 hospital emergency room costs, including more than 18 \$500,000,000 in savings to publicly funded health 19 insurance programs such as Medicare, medicaid, and the 20 state children's health insurance program. Access to 21 paid sick leave can also help decrease the likelihood

HB4 HD1 HMS 2017-2307-1

1 that a worker will put off needed care and increase the use of preventive care among workers and their 2 3 family members; 4 Paid sick leave will allow parents to provide personal (8) 5 care for their sick children. Parental care makes 6 children's recovery faster and can prevent future 7 health problems. Parents who do not have paid sick 8 leave are more than twice as likely as parents with 9 paid sick days to send a sick child to school or 10 daycare and are five times as likely to report taking 11 their child or other family member to a hospital 12 emergency room because they were unable to take time 13 off from work during regular work hours; 14 (9) Paid sick leave will reduce contagion. Workers in 15 jobs with high levels of public contact, such as 16 restaurant workers and child care workers, are 17 unlikely to have paid sick leave. As a result, these 18 workers may have no choice but to go to work when they 19 are ill, thereby increasing the risk of passing 20 illnesses on to co-workers and customers while 21 jeopardizing their own health. Overall, people



Page 4

H.B. NO. ⁴ H.D. 1

1		without paid sick leave are 1.5 times more likely than
2		people with paid sick leave to go to work with a
3		contagious illness like the flu;
4	(10)	Employees frequently lose their jobs or are
5		disciplined for taking sick leave to care for sick
6		family members or even to recover from their own
7		illness. One in six workers report that they or a
8		family member has been fired, suspended, punished, or
9		threatened by an employer because they needed to take
10		sick leave for themselves or a family member;
11	(11)	When an outbreak that presents a threat to public
12		health occurs, for example the H1N1 outbreak of 2009,
13		government officials request that sick workers stay
14		home and keep sick children home from school or child
15		care to prevent the spread of the illness and to
16		safeguard workplace productivity. However, to protect
17		their paychecks and their jobs, many workers who
18		lacked paid sick leave were unable to comply with
19		these requests;
20	(12)	During the height of the H1N1 pandemic, workers with
21		lower rates of access to paid sick leave were more



Page 5

1		likely than those with higher rates of access to paid
2		sick leave to go to work sick. As a result, the
3		pandemic lasted longer in their workplaces as the
4		virus spread from co-worker to co-worker. One study
5		estimates that lack of paid sick leave was responsible
6		for five million cases of influenza-like illness
7		during the pandemic;
8	(13)	Providing a minimal amount of paid sick leave is
9		affordable for employers. Paid sick leave results in
10		reduced worker turnover, which leads to reduced costs
11		incurred from recruiting, interviewing, and training
12		new hires. Firing and replacing workers can cost
13		anywhere from twenty-five to two hundred per cent of
14		an employee's annual compensation;
15	(14)	Paid sick leave will reduce the risk of
16		"presenteeism", or workers coming to work with
17		illnesses and health conditions that reduce their
18		productivity, a problem that costs the national
19		economy \$160,000,000,000 annually; and



1	(15)	Paid sick leave will reduce the competitive
2		disadvantage currently faced by the many employers
3		that do choose to provide sick leave to their workers.
4	The	purpose of this Act is to establish the right for
5	workers t	o accrue paid sick leave to:
6	(1)	Ensure that all workers in the State can address their
7		own health needs and the health needs of their
8		families by requiring employers to provide a minimum
9		level of paid sick leave, including time for family
10		care;
11	(2)	Diminish public and private health care costs in the
12		State by enabling workers to seek early and routine
13		medical care for themselves and their family members;
14	(3)	Protect public health in the State by reducing the
15		risk of contagion;
16	(4)	Promote economic security and stability of workers and
17		their families in the State;
18	(5)	Protect employees in the State from losing their jobs
19		when they use sick leave to care for themselves or
20		their families;

Page 6

Page 7

1	(6) Safeguard public welfare, health, safety, and the	
2	prosperity of the people of the State; and	
3	(7) Accomplish the purpose of this Act in a manner that is	
4	feasible for employers.	
5	SECTION 2. The Hawaii Revised Statutes is amended by	
6	adding a new chapter to be appropriately designated and to read	
• 7	as follows:	
8	"CHAPTER	
9	PAID SICK LEAVE	
10	§ -1 Definitions. As used in this chapter, unless the	
11	context clearly requires otherwise:	
12	"Department" means the department of labor and industrial	
13	relations.	
14	"Director" means the director of labor and industrial	
15	relations.	
16	"Employee" has the same meaning as defined in the federal	
17	Fair Labor Standards Act, Title 29 United States Code section	
18	203(e), and additionally includes recipients of public benefits	
19	who are engaged in work activity as a condition of receiving	
20	public assistance and public employees who are not subject to	
21		
<i>1</i>	the civil service laws of the State, a political subdivision, or	

HB4 HD1 HMS 2017-2307-1

a public agency. The term "employee" shall not include sole
 proprietors and independent contractors.

3 "Employer" has the same meaning as defined in the federal
4 Fair Labor Standards Act, Title 29 United States Code section
5 203(d).

6

"Family member" means:

7 A biological, adopted, or foster child; stepchild; (1)8 legal ward; a child of a reciprocal beneficiary; or a 9 child to whom the employee stands in loco parentis; 10 A biological, adoptive, or foster parent; stepparent; (2) 11 legal guardian of an employee or an employee's spouse or reciprocal beneficiary; or a person who stood in 12 13 loco parentis when the employee was a minor child; 14 (3) A spouse or reciprocal beneficiary; and 15 (4)A biological, adopted, or foster sibling; or a spouse 16 or reciprocal beneficiary of a biological, adopted, or

17 foster sibling.

18 "Health care professional" has the same meaning as defined19 in section 432E-1.

20 "Labor organization" has the same meaning as defined in21 section 378-1.



Paid sick leave" means time away from work provided by an employer to an employee that is compensated at the same hourly rate and with the same benefits, including health care benefits, as the employee normally earns during hours worked.

5 § -2 Accrual of paid sick leave. (a) All employees who
6 work in the State for more than six hundred eighty hours in a
7 year shall have the right to paid sick leave as provided in this
8 chapter.

9 (b) All employees shall accrue a minimum of one hour of
10 paid sick leave for every forty hours worked. Employees shall
11 not accrue more than forty hours of paid sick leave in a
12 calendar year, unless the employer provides a higher limit.

(c) Employees who are exempt from overtime requirements under the federal Fair Labor Standards Act, Title 29 United States Code section 213(a)(1), shall be assumed to work forty hours in each work week for purposes of paid sick leave accrual unless the employee's normal work week is less than forty hours, in which case paid sick leave shall accrue based upon the actual hours in the employee's normal work week.

20 (d) Employees shall be entitled to use accrued paid sick21 leave beginning on the seven hundred fiftieth hour following

HB4 HD1 HMS 2017-2307-1

Page 10

H.B. NO. ⁴_{H.D. 1}

commencement of employment. After the seven hundred fiftieth
 hour of employment, employees may use paid sick leave as it is
 accrued.

4 (e) An employer shall not be required to provide
5 additional paid sick leave if the employer has a paid leave
6 policy that makes available an amount of paid leave sufficient
7 to meet the accrual requirements of this chapter and that may be
8 used for the same purposes and under the same conditions as paid
9 sick leave under this chapter.

10 (f) Nothing in this section shall be construed as 11 requiring financial or other reimbursement to an employee from 12 an employer upon the employee's termination, resignation, 13 retirement, or other separation from employment for unused 14 accrued paid sick leave.

(g) An employer may advance paid sick leave to an employeeprior to its accrual by the employee.

17 § -3 Use of paid sick leave. (a) An employee may use
18 paid sick leave during absences from work due to:

19 (1) An employee's mental or physical illness, injury, or
20 health condition; an employee's need for medical
21 diagnosis, care, or treatment of a mental or physical



Page 11

H.B. NO. ⁴_{H.D. 1}

1		illness, injury, or health condition; or an employee's
2		need for preventive medical care;
3	(2)	Care of a family member with a mental or physical
4		illness, injury, or health condition; care of a family
5		member who needs medical diagnosis, care, or treatment
6		of a mental or physical illness, injury, or health
7		condition; or care of a family member who needs
8		preventive medical care; and
9	(3)	Closure of the employee's place of business by order
10		of a public official due to a public health emergency,
11		an employee's need to care for a child whose school or
12		place of care has been closed by order of a public
13		official due to a public health emergency, or care for
14		a family member when it has been determined by the
15		health authorities having jurisdiction or by a health
16		care professional that the family member's presence in
17		the community would jeopardize the health of others
18		because of the family member's exposure to a
19		communicable disease, regardless of whether the family
20		member has actually contracted the communicable
21		disease.



1 (b) Paid sick leave shall be provided based on a manner 2 deemed suitable by the employer. 3 (C) When the use of paid sick leave is foreseeable, the 4 employee shall make a good faith effort to provide prior notice 5 of the need for the leave to the employer and shall make a 6 reasonable effort to schedule the use of paid sick leave in a 7 manner that does not unduly disrupt the operations of the 8 employer. -4 Notice and posting. (a) An employer shall give 9 S 10 its employees notice of the following: 11 (1)That employees are entitled to paid sick leave; 12 (2)The amount of paid sick leave granted pursuant to this 13 chapter; and 14 The terms of paid sick leave use as guaranteed under (3) 15 this chapter. 16 (b) An employer shall comply with this section by 17 providing the information required in subsection (a) by: Individualized notice; or 18 (1)19 (2) Displaying a poster in a conspicuous and accessible 20 place in each establishment where its employees are 21 employed.



(c) The director shall create and make posters available
 to employers, in all languages currently being used by the
 department for other employment posters, that contain the
 information required under subsection (a) for the employer's use
 in complying with this section.

6 -5 Confidentiality and nondisclosure. An employer S 7 shall not require disclosure of details of an employee's medical condition as a condition of providing paid sick leave under this 8 9 chapter. If an employer possesses health information or 10 information pertaining to the details of a medical condition 11 about an employee or employee's family member, the information 12 shall be treated as confidential and shall not be disclosed 13 except to the affected employee or with the permission of the 14 affected employee.

15 S -6 Applicability. (a) Nothing in this chapter shall 16 be construed to discourage or prohibit an employer from the 17 adoption or retention of a paid sick leave policy more generous 18 to the employee than the one required by this chapter. This 19 chapter shall not apply to any employer who:



1 (1)Adopts or retains a paid sick leave policy that 2 provides more paid sick leave than required by this 3 chapter; 4 (2) Pays employees more than the minimum 5 wage; or 6 (3) Employs less than employees. 7 Nothing in this chapter shall be construed as (b) 8 diminishing the obligation of an employer to comply with any 9 contract, collective bargaining agreement, employment benefit 10 plan, or other agreement providing more generous paid sick leave to an employee than required herein. 11 12 (c) Nothing in this chapter shall be construed as 13 diminishing the rights of public employees regarding paid sick 14 leave or use of sick leave as provided by law. 15 (d) This chapter shall provide the minimum requirements of 16 paid sick leave and shall not be construed to preempt, limit, or 17 otherwise affect the applicability of any other law, rule, 18 requirement, policy, or standard that provides for greater 19 accrual or use by employees of sick leave, whether paid or 20 unpaid, or that extends other protections to employees."



1 SECTION 3. If any provision of this Act, or the 2 application thereof to any person or circumstance, is held 3 invalid, the invalidity does not affect other provisions or 4 applications of the Act that can be given effect without the 5 invalid provision or application, and to this end the provisions 6 of this Act are severable. 7 SECTION 4. This Act does not affect rights and duties that 8 matured, penalties that were incurred, and proceedings that were 9 begun before its effective date. 10 SECTION 5. This Act shall take effect on July 1, 2050; 11 provided that in the case of employees covered by a collective 12 bargaining agreement in effect on July 1, 2017, this Act shall 13 take effect on the date of termination, renewal, or amendment of 14 the collective bargaining agreement then in effect.



Report Title: Employment; Paid Sick Leave

Description: Requires employers to provide a minimum amount of paid sick leave to employees to be used to care for themselves or a family member who is ill or needs medical care. (HB4 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

