A BILL FOR AN ACT

RELATING TO PAID SICK LEAVE.

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

SECTION	1.	The	legislature	finds	that:

- (1) Most workers in the State, at some time during the year, need temporary time off from work to take care of their personal health needs or the health needs of members of their families;
 - (2) According to the United States Bureau of Labor

 Statistics, paid sick leave was not available to

 twenty-five per cent of private sector workers in

 March 2020. This leaves a significant segment of the

 nation's workers without paid sick leave. In Hawaii,

 an estimated forty-three per cent of private sector

 workers lack paid sick leave;
 - (3) Low-income workers are significantly less likely to have paid sick leave benefits in comparison to other members of the workforce. Only one in five low-income workers has access to paid sick leave;

1	(4)	Providing workers time off to attend to their personal
2		health care needs and the health care needs of family
3		members would ensure a healthier and more productive
4		workforce in the State;
5	(5)	Nearly two hundred fifty thousand people in the State
6		serve as unpaid family caregivers for family members,
7		work that has an aggregate value of \$1,900,000 per
8		year. Working family caregivers cannot adequately
9		care for their relatives without access to paid sick
10		leave;
11	(6)	Paid sick leave would have a positive effect on the
12		public health of residents of the State by allowing
13		workers the option of staying home when ill, thus
14		lessening recovery time and reducing the likelihood of
15		spreading illness to other members of the workforce
16		and to the public;
17	(7)	Paid sick leave will reduce health care expenditures
18		by promoting access to primary and preventive care.
19		Nationally, providing all workers with paid sick leave
20		would result in \$1,100,000,000 in annual savings in

hospital emergency room costs, including more than

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1		\$500,000,000 in savings to publicly-funded health
2		insurance programs such as medicare, medicaid, and the
3		state children's health insurance program. Access to
4		paid sick leave can also help decrease the likelihood
5		that a worker will put off needed care and increase
6		the use of preventive care among workers and their
7		family members;
8	(8)	Paid sick leave will allow parents to provide personal

- care for their sick children. Parental care makes children's recovery faster and can prevent future health problems. Parents who do not have paid sick leave are more than twice as likely as parents with paid sick days to send a sick child to school or day care and are five times as likely to report taking their child or other family member to a hospital emergency room because they were unable to take time off from work during regular work hours;
- (9) Paid sick leave will reduce contagion. Workers in jobs with high levels of public contact, such as restaurant workers and child care workers, are very unlikely to have paid sick leave. As a result, these

1		workers may have no choice but to go to work when they
2		are ill, thereby increasing the risk of passing
3		illnesses on to co-workers and customers while
4		jeopardizing their own health. Overall, people
5		without paid sick leave are 1.5 times more likely than
6	,	people with paid sick leave to go to work with a
7		contagious illness like influenza;
8	(10)	Employees frequently lose their jobs or are
9		disciplined for taking sick leave to care for sick
10		family members or even to recover from their own
11		illness. One in six workers reports that they or a
12		family member has been fired, suspended, punished, or
13		threatened by an employer because they needed to take
14		sick leave for themselves or a family member;
15	(11)	When an outbreak that presents a threat to public
16		health occurs, including the COVID-19 pandemic of
17		2020, government officials request that sick workers
18		stay home and keep sick children home from school or
19		child care to prevent the spread of the illness and to
20		safeguard workplace productivity. However, to protect
21		their paychecks and their jobs, many workers who lack

1		paid sick leave are unable to comply with these
2		requests;
3	(12)	Providing a minimal amount of paid sick leave is
4		affordable for employers. Paid sick leave results in
5		reduced worker turnover, which leads to reduced costs
6		incurred from advertising, interviewing, and training
7		new hires. Firing and replacing workers can cost
8		anywhere from twenty-five to two hundred per cent of
9		an employee's annual compensation;
10	(13)	Paid sick leave will reduce the risk of
11		"presenteeism", or workers coming to work with
12		illnesses and health conditions that reduce their
13		productivity, a problem that costs the national
14		economy \$160,000,000,000 annually; and
15	(14)	Paid sick leave will reduce the competitive
16		disadvantage currently faced by many employers that do
17		choose to provide sick time to their workers.
18	The p	ourpose of this Act is to establish the right for
19	workers to	accrue paid sick leave to:
20	(1)	Ensure that all workers in the State can address their
21		own health needs and the health needs of their

H.B. NO. Z

Ţ		families by requiring employers to provide a minimum
2		level of paid sick leave, including time for family
3		care;
4	(2)	Diminish public and private health care costs in the
5		State by enabling workers to seek early and routine
6		medical care for themselves and their family members;
7	(3)	Protect public health in the State by reducing the
8		risk of contagion;
9	(4)	Promote economic security and stability of workers and
10		their families in the State;
11	(5)	Protect employees in the State from losing their jobs
12		when they use sick leave to care for themselves or
13		their families;
14	(6)	Safeguard public welfare, health, safety, and
15		prosperity of the people of the State; and
16	′ (7)	Accomplish the purpose of this Act in a manner that is
17		feasible for employers.
18	SECT	ION 2. The Hawaii Revised Statutes is amended by
19	adding a	new chapter to be appropriately designated and to read
20	as follow	s:
21		"CHAPTER

1	PAID SICK LEAVE
2	§ -1 Definitions. As used in this chapter, unless the
3	context clearly requires otherwise:
4	"Department" means the department of labor and industrial
5	relations.
6	"Director" means the director of labor and industrial
7	relations.
8	"Employee" has the same meaning as defined in the federal
9	Fair Labor Standards Act, title 29 United States Code section
10	203(e), and additionally includes recipients of public benefits
11	who are engaged in work activity as a condition of receiving
12	public assistance and public employees who are not subject to
13	the civil service laws of the State, a political subdivision, or
14	a public agency. The term "employee" shall not include sole
15	proprietors and independent contractors.
16	"Employer" has the same meaning as defined in the federal
17	Fair Labor Standards Act, title 29 United States Code section
18	203 (d).
19	"Family member" means:

1	(1)	A biological, adopted, or foster child; stepchild;
2		legal ward; a child of a reciprocal beneficiary; or a
3		child to whom the employee stands in loco parentis;
4	(2)	A biological, adoptive, or foster parent; stepparent;
5		legal guardian of an employee or an employee's spouse
6		or reciprocal beneficiary; or a person who stood in
7		loco parentis when the employee was a minor child;
8	(3)	A spouse or reciprocal beneficiary;
9	(4)	A grandparent or a spouse or reciprocal beneficiary of
10		a grandparent;
11	(5)	A grandchild;
12	(6)	A biological, adopted, or foster sibling; or a spouse
13		or reciprocal beneficiary of a biological, adopted, or
14		foster sibling; and
15	(7)	Any other individual related by blood or affinity
16		whose close association with the employee is the
17		equivalent of a family relationship.
18	"Hea	lth care professional" has the same meaning as defined
19	in sectio	n 432E-1.
20	"Lab	or organization" has the same meaning as defined in
21	coation 2	70.1

- "Paid sick leave" means time away from work provided by an 1 2 employer to an employee that is compensated at the same hourly 3 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 eighty hours in a year shall 7 have the right to paid sick leave as provided in this chapter. 8 All employees shall accrue a minimum of one hour of 9 paid sick leave for every thirty hours worked. Employees shall 10 not accrue more than fifty-six hours of paid sick leave in a 11 calendar year, unless the employer provides a higher limit. 12 Employees who are exempt from overtime requirements 13 under the federal Fair Labor Standards Act, title 29 United 14 States Code section 213(a)(1), shall be assumed to work forty 15 hours in each work week for purposes of paid sick leave accrual unless the employee's normal work week is less than forty hours, 16
- (d) Paid sick leave as provided in this chapter shall
 begin to accrue at the later of the commencement of employment
 or the effective date of this chapter.

in which case paid sick leave shall accrue based upon the actual

hours in the normal work week.

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- 1 (e) Employees shall be entitled to use accrued paid sick
- 2 leave beginning on the ninetieth calendar day following
- 3 commencement of employment. After the ninetieth calendar day of
- 4 employment, employees may use paid sick leave as it is accrued.
- 5 (f) Paid sick leave shall be carried over to the following
- 6 calendar year; provided that an employee's use of paid sick
- 7 leave pursuant to this chapter in each calendar year shall not
- 8 exceed fifty-six hours, unless the employer provides a higher
- 9 limit.
- 10 (g) An employer shall not be required to provide
- 11 additional paid sick leave if the employer has a paid leave
- 12 policy that makes available an amount of paid leave sufficient
- 13 to meet the accrual requirements of this chapter and that may be
- 14 used for the same purposes and under the same conditions as paid
- 15 sick leave under this chapter.
- 16 (h) Nothing in this section shall be construed as
- 17 requiring financial or other reimbursement to an employee from
- 18 an employer upon the employee's termination, resignation,
- 19 retirement, or other separation from employment for unused
- 20 accrued paid sick leave.

1 If an employee is transferred to a separate division, 2 entity, or location, but remains employed by the same employer, the employee shall be entitled to all paid sick leave accrued at 3 4 the prior division, entity, or location and shall be entitled to 5 use all paid sick leave as provided in this chapter. 6 employee is separated from employment and subsequently rehired within six months of separation by the same employer, the 7 8 employee's previously accrued and unused paid sick leave shall 9 be reinstated. In addition, the employee shall be entitled to 10 use accrued paid sick leave and to accrue additional paid sick 11 leave as of the date of re-commencement of employment. 12 (j) An employer may advance paid sick leave to an employee 13 prior to its accrual by the employee. 14 -3 Use of paid sick leave. (a) An employee may use 15 paid sick leave during absences from work due to: 16 (1) An employee's mental or physical illness, injury, or 17 health condition; 18 (2) An employee's need for medical diagnosis, care, or 19 treatment of a mental or physical illness, injury, or 20 health condition;

(3) An employee's need for preventive medical care;

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1	(4)	An employee's need to seek medical attention, legal
2		services, or victim services for a mental or physical
3		illness, injury, or health condition caused by
4		domestic abuse, sexual assault, or harassment to the
5		employee or a family member, or related to preparation
6		for or participation in a civil or criminal
7		proceeding;
8	(5)	An employee's need for preventive medical care;
9	(6)	Care of a family member with a mental or physical
10		illness, injury, or health condition; care of a family
11		member who needs medical diagnosis, care, or treatment
12		of a mental or physical illness, injury, or health
13		condition; or care of a family member who needs
14		preventive medical care; and
15	(7)	Closure of the employee's place of business by order
16		of a public official due to a public health emergency,
17		an employee's need to care for a child whose school or
18	·	place of care has been closed by order of a public
19		official due to a public health emergency, or care for

a family member when it has been determined by the

health authorities having jurisdiction or by a health

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1	care professional that the family member's presence in
2	the community would jeopardize the health of others
3	because of the family member's exposure to a
4	communicable disease, regardless of whether the family
5	member has actually contracted the communicable
6	disease.

- 7 (b) Paid sick leave shall be provided upon the oral 8 request of an employee. When possible, the request shall 9 include the expected duration of the absence.
- 10 (c) When the use of paid sick leave is foreseeable, the
 11 employee shall make a good faith effort to provide notice of the
 12 need for the leave to the employer in advance of the use of the
 13 paid sick leave and shall make a reasonable effort to schedule
 14 the use of paid sick leave in a manner that does not unduly
 15 disrupt the operations of the employer.
- 16 (d) Accrued paid sick leave may be used in smaller than
 17 hourly increments or the smallest increment that the employer's
 18 payroll system uses to account for absences or use of other
 19 time.
- 20 § -4 Supplemental paid sick leave; public health
 21 emergencies. (a) Notwithstanding section -2, on the date a

1	public	health	emergency	z is	declared	. each	employer	shall
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- 2 supplement each employee's accrued paid sick leave under this
- 3 section as necessary to ensure that an employee can take the
- 4 following amounts of paid sick leave:
- 5 (1) For employees who normally work forty or more hours in a week, at least eighty hours of paid sick leave in a calendar year; and
- 8 (2) For employees who normally work fewer than forty hours
 9 in a week, at least the greater of the amount of time
 10 the employee is scheduled to work in a fourteen-day
 11 period or the amount of time the employee actually
 12 works on average in a fourteen-day period.
- (b) An employer may count an employee's unused accrued
 paid sick leave under section -2 toward the supplemental paid
 sick leave required by this section.
- 16 (c) An employee may use paid sick leave under this section
 17 until four weeks after the official termination or suspension of
 18 the public health emergency for any absence related to the
 19 public health emergency, including:
- (1) An employee's need to self-isolate because theemployee has been diagnosed with a communicable

1		illness that is the cause of the public health
2		emergency;
3	(2)	The employee is experiencing symptoms of a
4		communicable illness that is the cause of the public
5		health emergency;
6	(3)	The employee's need to seek or obtain a medical
7		diagnosis, medical care, medical treatment, or
8		preventative care for symptoms of a communicable
9		illness that is the cause of the public health
10		emergency; or
11	(4)	The employee's need to provide care for a family
12		member who is self-isolating after being diagnosed
13		with, is experiencing symptoms of, or is seeking a
14		medical diagnosis, medical care, or medical treatment
15		for a communicable illness that is the cause of the
16		public health emergency.
17	S	-5 Notice and posting. (a) An employer shall give
18	its emplo	yees notice of the following:
19	(1)	That employees are entitled to paid sick leave;
20	(2)	The amount of paid sick leave granted pursuant to this
21		chapter;

1	(3)	The terms of paid sick leave use as guaranteed under
2		this chapter; and
3	(4)	That each employee has the right to file a complaint
4		or bring a civil action if paid sick leave, as
5		required by this chapter, is denied by the employer.
6	(b)	An employer shall comply with this section by
7	providing	the information required in subsection (a) by:
8	(1)	Individualized notice; or
9	(2)	Displaying a poster in a conspicuous and accessible
10		place in each establishment where its employees are
11		employed.
12	The :	notice or poster shall be in English and in any
13	language	that is the first language spoken by at least five per
14	cent of t	he employer's workforce.
15	(c)	The director shall create and make posters available
16	to employ	ers, in all languages currently being used by the
17	departmen	t for other employment posters, that contain the
18	informati	on required under subsection (a) for the employer's use
19	in comply	ing with this section.

1	(d) An employer who wilfully violates the notice and		
2	posting requirements of this section shall be subject to a civil		
3	fine in an amount not to exceed \$100 for each separate offense.		
4	§ -6 Employer records. An employer shall retain records		
5	documenting hours worked by employees and paid sick leave taken		
6	by employees for a period of five years and shall allow the		
7	director access to the records, with appropriate notice and at a		
8	mutually agreeable time, to monitor compliance with the		
9	requirements of this chapter. If an issue arises as to an		
10	employee's entitlement to paid sick leave under this chapter, it		
11	shall be presumed that the employer has violated this chapter,		
12	absent clear and convincing evidence otherwise, if the employer		
13	does not maintain or retain adequate records documenting hours		
14	worked by the employee and paid sick leave taken by the employee		
15	or does not allow the director reasonable access to the records.		
16	§ -7 Enforcement. (a) An employee or other person may		
17	report to the director any suspected violation of this chapter.		
18	The director shall encourage reporting pursuant to this		
19	subsection by keeping confidential, to the maximum extent		
20	permitted by applicable laws, the name and other identifying		
21	information of the employee or person reporting the suspected		

- 1 violation; provided that with the authorization of the person,
- 2 the director may disclose the person's name and identifying
- 3 information as necessary to enforce this chapter or for other
- 4 appropriate purposes.
- 5 (b) The director, the attorney general, any person
- 6 aggrieved by a violation of this chapter, or any labor
- 7 organization a member of which is aggrieved by a violation of
- 8 this chapter, may bring a civil action in a court of competent
- 9 jurisdiction against an employer who violates this chapter. The
- 10 action may be brought without first filing an administrative
- 11 complaint.
- 12 (c) Upon prevailing in an action brought pursuant to this
- 13 section, aggrieved persons shall recover:
- 14 (1) The full amount of any paid sick leave to which the
- person is entitled;
- 16 (2) Actual damages suffered as the result of the
- 17 employer's violation of this chapter; and
- 18 (3) Reasonable attorney's fees.
- 19 Aggrieved persons shall also be entitled to equitable
- 20 relief as may be appropriate to remedy the violation including
- 21 reinstatement, back pay, and injunctive relief.

- 1 (d) The statute of limitations for a civil action brought
- 2 pursuant to this chapter shall be for a period of three years
- 3 from the date the alleged violation occurred.
- 4 (e) Actions brought pursuant to this chapter may be
- 5 brought as a class action.
- 6 § -8 Confidentiality and nondisclosure. An employer
- 7 shall not require disclosure of details of an employee's medical
- 8 condition as a condition of providing paid sick leave under this
- 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 § -9 Employer adoption of more generous sick leave
- 16 policies; no effect on contracts, agreements, and plans
- 17 providing more generous sick leave. (a) Nothing in this
- 18 chapter shall be construed to discourage or prohibit an employer
- 19 from the adoption or retention of a paid sick leave policy more
- 20 generous to the employee than the one required by this chapter.

- 1 (b) Nothing in this chapter shall be construed as
- 2 diminishing the obligation of an employer to comply with any
- 3 contract, collective bargaining agreement, employment benefit
- 4 plan, or other agreement providing more generous paid sick leave
- 5 to an employee than required herein.
- 6 (c) Nothing in this chapter shall be construed as
- 7 diminishing the rights of public employees regarding paid sick
- 8 leave or use of sick leave as provided by law.
- 9 (d) This chapter shall provide the minimum requirements of
- 10 paid sick leave and shall not be construed to preempt, limit, or
- 11 otherwise affect the applicability of any other law, rule,
- 12 requirement, policy, or standard that provides for greater
- 13 accrual or use by employees of sick leave, whether paid or
- 14 unpaid, or that extends other protections to employees."
- 15 SECTION 3. If any provision of this Act, or the
- 16 application thereof to any person or circumstance, is held
- 17 invalid, the invalidity does not affect other provisions or
- 18 applications of the Act that can be given effect without the
- 19 invalid provision or application, and to this end the provisions
- 20 of this Act are severable.

- 1 SECTION 4. This Act does not affect rights and duties that
- 2 matured, penalties that were incurred, and proceedings that were
- 3 begun before its effective date.
- 4 SECTION 5. This Act shall take effect on July 1, 2021;
- 5 provided that in the case of employees covered by a collective
- 6 bargaining agreement in effect on July 1, 2021, this Act shall
- 7 take effect on the date of termination, renewal, or amendment of

8 the collective bargaining agreement then in effect.

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INTRODUCED BY:

JAN 2 0 2021

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 and supplemental paid sick leave to employees under certain public health emergency conditions.

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