A BILL FOR AN ACT

RELATING TO THE EMPLOYER-UNION HEALTH BENEFITS TRUST FUND.

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

1	SECTION 1. Section 87A-35, Hawaii Revised Statutes, is
2	amended by amending subsection (a) to read as follows:
3	"(a) This section shall apply to state and county
4	contributions to the fund for employees who were hired after
5	June 30, 1996, but before July 1, 2001, and who retire with
6	fewer than twenty-five years of credited service, excluding sick
7	leave; provided that this section shall not apply to the
8	following employees, for whom state and county contributions
9	shall be made as provided by section 87A-33:
10	(1) An employee hired prior to July 1, 1996, who
11	[transfers] <u>:</u>
12	(A) Suffers a break in service; or
13	(B) <u>Transfers</u> employment after June 30, 1996[7];
14	and who cumulatively accrues at least ten years of
15	credited service; and
16	(2) An employee hired prior to July 1, 1996, who has at
17	least ten years of credited service prior to a
18	transfer or break in service.

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1	For the purposes of this section:
2	"Break in service" means to leave state or county
3	employment for more than ninety calendar days before returning
4	to state or county employment.
5	"Transfer" means to leave state or county employment and
6	return to state or county employment within ninety calendar
7	days."
8	SECTION 2. Statutory material to be repealed is bracketed
9	and stricken. New statutory material is underscored.
10	SECTION 3. This Act shall take effect upon its approval.
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	INTRODUCED BY:
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HB 1546

Report Title:

Employer-Union Health Benefits Trust Fund

Description:

Enables public employees who have at least 10-years of service that were hired prior to 07/01/96, and who suffered a break in service prior to vesting to receive the same health benefits as those employees hired prior to the same date that did not suffer a break in service.

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