HOUSE OF REPRESENTATIVES TWENTY-FIFTH LEGISLATURE, 2010 STATE OF HAWAII

2690 H.B. NO.

S.D. 1 Proposed

A BILL FOR AN ACT

RELATING TO GOVERNMENT.

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

1	PART I
2	SECTION 1. Chapter 28, Hawaii Revised Statutes, is amended
3	as follows:
4	1. By repealing sections 28-7.5 and 28-8, Hawaii Revised
5	Statutes.
6	[" [§28-7.5] Administrative services manager; appointment
7	and duties. The attorney general may appoint and, at the
8	attorney general's pleasure, dismiss an administrative services
9	manager of the department of the attorney general who shall
10	generally assist the attorney general, as the attorney general
11	may-require, in the performance of the administrative and
12	managerial duties of the attorney general that are not required
13	to be performed by an attorney. The administrative services
14	manager shall be appointed without regard to chapter 76, need
15	not be an attorney, and shall hold no other public or private
16	office or employment. Section 26-53 shall not apply to the
17	administrative services manager of the department of the
18	attorney-general.
	2010 - 1501 HB 2600 GD 1 GM - 1 dog

1	§28-8 First-deputy attorney general; other deputies. (a)
2	The attorney general shall appoint, and at the attorney
3	general's pleasure remove, a first deputy attorney general and
4	other deputies and law clerks as the exigencies of the public
5	service may require, and shall be responsible for all of the
6	acts of the first deputy attorney general, other deputies, and
7	law clerks. They shall act under the direction of the attorney
8	general and shall-perform duties as the attorney general may
9	require regardless of the source of funding for their
10	compensation and notwithstanding any law to the contrary, except
11	that the attorney general shall not require the performance of
12	duties that would violate the terms of an applicable funding
13	source or that would be in contravention of a federal
14	requirement, restriction, or condition. The first deputy
15	attorney general and other deputies, subject to the attorney
16	general's directions, may perform or exercise any and all duties
17	or powers by law required of or conferred upon the attorney
18	general.
19	(b) The attorney general may appoint and, by contract,
20	retain the services of special deputies to perform such duties
21	and exercise such powers as the attorney general may specify in
22	their several appointments. The special deputies shall serve at
	2010-1591 HB2690 SD1 SMA-1.doc

1	the pleasure of the attorney general. At the option of the
2	attorney-general, special deputies may be compensated on a
3	fixed price basis, an hourly rate basis, with or without a fixed
4	cap, or, if a special deputy has been appointed to represent the
5	State in an action by the State pursuant to section 661-10,
6	through a contingent fee arrangement to be specified in the
7	contract and payable out of all sums the special deputy recovers
8	for the State by judgment, order, or settlement."]
9	2. By repealing section 28-8.5, Hawaii Revised Statutes.
10	[" [§28-8.5] Special assistant to the attorney general;
11	appointment and duties; secretary. The attorney general may
12	appoint, and at the attorney general's pleasure dismiss, a
13 -	special assistant to the attorney general who shall generally
14	assist the attorney general, as the attorney general may
15	require, in the initiation, direction, or monitoring of
16	administrative or managerial special projects that the attorney
17	general has determined to be necessary. In addition, the
18	special assistant shall, as the attorney general may direct,
19	serve as the attorney general's representative to, and monitor
20	and apprise the attorney general of the activities of, the
21	various national, regional, state, and local organizations and
22	committees in which the attorney general has membership,
	2010-1591 HB2690 SD1 SMA-1.doc

1	participation, or interest. The special assistant to the
2	attorney general shall be appointed without regard to chapter
3	76, need not be an attorney, and shall hold no other public or
4	private office or employment. Section 26-53 shall not be
5	applicable to the special assistant to the attorney general.
6	The attorney general may also appoint, without regard to chapter
7	76, one secretary for the special assistant to the attorney
8	general."]
9	PART II
10	SECTION 2. The purpose of this part is to assign
11	television and film industry activities to the Hawaii tourism
12	authority.
13	SECTION 3. Chapter 201B, Hawaii Revised Statutes, is
14	amended by adding a new part to be appropriately designated and
15	to read as follows:
16	"PART . HAWAII FILM OFFICE
17	§201B-A Definitions. As used in this part:
18	"Applicant" means a person who proposes to make a motion
19	picture, television show, television commercial, or other
20	visually recorded production at one or more sites on state or
21	county lands.
22	"Authority" means the Hawaii tourism authority.
	2010-1591 HB2690 SD1 SMA-1.doc



1

"Office" means the Hawaii film office.

2 §201B-B Hawaii film office; consolidated film permit 3 processing. (a) There is established in the authority a Hawaii 4 film office that shall be the central agency to coordinate film 5 permit activities in the State. The office shall consult with 6 state and county agencies to identify sites that can be used for 7 making visually recorded productions under terms and conditions 8 as may be determined by the state or county agency having 9 jurisdiction over the sites.

10 (b) The office may accept an application from any person
11 who proposes to make a motion picture, television show,
12 television commercial, or other visually recorded production at
13 one or more sites on state or county lands, whether or not set
14 aside under section 171-11.

15 (c) The applicant shall identify the sites to be covered
16 by the permit and provide other information as may be required
17 by the office.

(d) The office may approve and issue a permit to film at
any of the sites identified by the appropriate state or county
agency under subsection (a). If any site requested for use by
the applicant is not identified in accordance with subsection
(a), the office shall consult with the appropriate state or

county agency having jurisdiction over the site to obtain a
 permit. If the matter of a permit cannot be resolved in this
 manner, the office shall refer the application to the
 appropriate state or county agency to obtain a permit.

2690 S.D. 1 Proposed

H.B. NO.

5 (e) The office is authorized to make changes to, and 6 extensions of, any approved permits so long as the changes and 7 extensions do not conflict with the policies, terms, and 8 conditions set forth by the agency having jurisdiction over the 9 site in question.

10 (f) Nothing in this section shall be construed as waiving 11 the authority of any county or the authority of transportation 12 of the State to require a person to obtain a permit from the 13 authority or county where the production takes place on or from 14 a public highway.

(g) A vessel engaged in temporary use for film production purposes in accordance with a film permit issued by the office shall not be considered to be a "commercial vessel" within the meaning of section 200-9, 200-10, or 200-39; provided that:

19 (1) The period of temporary use does not exceed fourteen
20 hours per day, five days per week, excluding weekends,
21 and for a period not to exceed thirty calendar days;
22 and

1	(2)	The office may make allowances to include weekends for
2		film production purposes due to inclement weather
3		conditions during the weekday period.
4	§201	B-C Hawaii film office special fund. (a) There is
5	establish	ed in the state treasury the Hawaii film office special
6	fund, int	o which shall be deposited:
7	(1)	Appropriations by the legislature;
8	(2)	Rents from usage of the Hawaii film studio operated by
9		the Hawaii film office;
10	(3)	Fees collected by the authority for processing
11		taxpayer letters pursuant to section 235-17;
12	(4)	Any other fees for processing certifications for tax
13		credits authorized by the legislature;
14	(5)	Donations and contributions made by private
15		individuals or organizations for deposit into the
16		fund; and
17	(6)	Grants provided by governmental agencies or any other
18	• •	source.
19	(b)	Moneys in the fund shall be used for the operations of
20	the Hawai	i film office, including the costs of processing
21	taxpayer	letters pursuant to section 235-17.

2010-1591 HB2690 SD1 SMA-1.doc

(c) For purposes of this section, the Hawaii tourism 2 authority shall report annually to the legislature, beginning 3 January 1, 2011, on the deposits, appropriations, and balance in 4 the Hawaii film office special fund." 5 SECTION 4. Section 201-3, Hawaii Revised Statutes, is 6 amended to read as follows: 7 "§201-3 Specific research and promotional functions of the 8 department. Without prejudice to its general functions and 9 duties, the department of business, economic development, and 10 tourism shall have specific functions in the following areas: 11 $(1)^{-1}$ Industrial development. The department shall: 12 (A) Determine through technical and economic surveys 13 the profit potential of new or expanded 14 industrial undertakings; 15 Develop through research projects and other means (B) 16 new and improved industrial products and 17 processes; 18 Promote studies and surveys to determine consumer (C) 19 preference as to design and quality and to 20 determine the best methods of packaging, 21 transporting, and marketing the State's 22 industrial products; 2010-1591 HB2690 SD1 SMA-1.doc

Page 8

1

1 (D) Disseminate information to assist the present 2 industries of the State, to attract new 3 industries to the State, and to encourage capital 4 investment in present and new industries in the 5 State: 6 Assist associations of producers and distributors (E)7 of industrial products to introduce these 8 products to consumers; and 9 (F) Make grants or contracts as may be necessary or 10 advisable to accomplish the foregoing; 11 (2)Land development. The department shall: 12 Encourage the most productive use of all land in (A) 13 the State in accordance with a general plan 14 developed by the department; 15 Encourage the improvement of land tenure (B) 16 practices on leased private lands; 17 (C) Promote an informational program directed to 18 landowners, producers of agricultural and 19 industrial commodities, and the general public 20 regarding the most efficient and most productive 21 use of the lands in the State; and

2690 S.D. 1 Proposed

H.B. NO.

Page 10

1 .		(D)	Make grants or contracts as may be necessary or
2			advisable to accomplish the foregoing;
3	(3)	Crec	lit development. The department shall:
4		(A)	Conduct a continuing study of agricultural and
5			industrial credit needs;
6		(B)	Encourage the development of additional private
7			and public credit sources for agricultural and
8			industrial enterprises;
9		(C)	Promote an informational program to acquaint
10			financial institutions with agricultural and
11			industrial credit needs and the potential for
12			agricultural and industrial expansion, and inform
13			producers of agricultural and industrial products
14			as to the manner in which to qualify for loans;
15			and
16		(D)	Make grants or contracts as may be necessary or
17			advisable to accomplish the foregoing;
18	(4)	Prom	otion. The department shall:
19		(A)	Disseminate information developed for or by the
20			department pertaining to economic development to
21			assist present industry in the State;

S.D. 1 Proposed

H.B. NO.

Page 11

11

1		(B) Attract new industry and investments to the
2		State; and
3		(C) Assist new and emerging industry with good growth
4		potential or prospects in jobs, exports, and new
5		products.
6		The industrial and economic promotional activities of
7		the department may include the use of literature,
8		advertising, demonstrations, displays, market testing,
9		lectures, travel, motion picture and slide films, and
10		other promotional and publicity devices as may be
11		appropriate; and
12	(5)	Self-sufficiency standard. The department shall
13		establish and update biennially a self-sufficiency
14		standard that shall incorporate existing methods of
15		calculation, and shall reflect, at a minimum, costs
16		relating to housing, food, child care, transportation,
17		health care, clothing and household expenses, federal
18		and state tax obligations, family size, children's
19		ages, geography, and the number of household wage
20		earners. The department shall report to the
21		legislature concerning the self-sufficiency standard
22		no later than twenty days prior to the convening of

H.B. NO. ²⁶⁹⁰ S.D. 1 Proposed

12

1	the regular session of 2009, and every odd-numbered
2	year thereafter. The recommendations shall address,
3	among other things, the use of any federal funding
4	that may be available for the purposes of establishing
5	and updating the self-sufficiency standard.
6	[The department shall be the central agency to coordinate
7	film permit-activities in the State.]"
8	SECTION 5. Section 235-17, Hawaii Revised Statutes, is
9	amended as follows:
10	1. By amending subsection (f) to read:
11	"(f) To receive the tax credit, the taxpayer shall first
12	prequalify the production for the credit by registering with the
13	[department of business, economic development, and tourism]
14	Hawaii film office during the development or preproduction
15	stage. Failure to comply with this provision may constitute a
16	waiver of the right to claim the credit."
17	2. By amending subsections (h) and (i) to read:
18	"(h) Every taxpayer claiming a tax credit under this
19	section for a qualified production shall, no later than ninety
20	days following the end of each taxable year in which qualified
21	production costs were expended, submit a written, sworn

Page 13

1	statement	to the [department of business, economic development,
2	and-touri	sm,] <u>Hawaii film office,</u> identifying:
3	(1)	All qualified production costs as provided by
4		subsection (a), if any, incurred in the previous
5		taxable year;
6	(2)	The amount of tax credits claimed pursuant to this
7		section, if any, in the previous taxable year; and
8	(3)	The number of total hires versus the number of local
9		hires by category (i.e., department) and by county.
10	(i)	The [department of business, economic development, and
1	tourism]	Hawaii film office shall:
12	(1)	Maintain records of the names of the taxpayers and
13		qualified productions thereof claiming the tax credits
14		under subsection (a);
15	(2)	Obtain and total the aggregate amounts of all
16		qualified production costs per qualified production
17		and per qualified production per taxable year; and
18	(3)	Provide a letter to the director of taxation
19		specifying the amount of the tax credit per qualified
20		production for each taxable year that a tax credit is
21		claimed and the cumulative amount of the tax credit
22		for all years claimed.

2690 S.D. 1 Proposed

13

H.B. NO.

2010-1591 HB2690 SD1 SMA-1.doc

1 Upon each determination required under this subsection, the [department of business, economic development, and tourism] 2 3 Hawaii film office shall issue a letter to the taxpayer, 4 regarding the qualified production, specifying the qualified 5 production costs and the tax credit amount qualified for in each taxable year a tax credit is claimed. The taxpayer for each 6 7 qualified production shall file the letter with the taxpayer's 8 tax return for the qualified production to the department of 9 taxation. Notwithstanding the authority of the [department of 10 business, economic development, and tourism] Hawaii film office 11 under this section, the director of taxation may audit and 12 adjust the tax credit amount to conform to the information filed 13 by the taxpayer." 14 3. By amending the definition of "qualified production 15 costs" in subsection (1) to read: 16 ""Qualified production costs" means the costs incurred by a 17 qualified production within the State that are subject to the 18 general excise tax under chapter 237 or income tax under this 19 chapter and that have not been financed by any investments for 20 which a credit was or will be claimed pursuant to section 21 235-110.9. Qualified production costs include but are not 22 limited to: 2010-1591 HB2690 SD1 SMA-1.doc

1	(1)	Costs incurred during preproduction such as location
2		scouting and related services;
3	(2)	Costs of set construction and operations, purchases or
4		rentals of wardrobe, props, accessories, food, office
5		supplies, transportation, equipment, and related
6	•	services;
7	(3)	Wages or salaries of cast, crew, and musicians;
8	(4)	Costs of photography, sound synchronization, lighting,
9		and related services;
10	(5)	Costs of editing, visual effects, music, other post-
11		production, and related services;
12	(6)	Rentals and fees for use of local facilities and
13		locations;
14	(7)	Rentals of vehicles and lodging for cast and crew;
15	(8)	Airfare for flights to or from Hawaii, and interisland
16		flights;
17	(9)	Insurance and bonding;
18	(10)	Shipping of equipment and supplies to or from Hawaii,
19		and interisland shipments; and
20	(11)	Other direct production costs specified by the
21		department in consultation with the [department of

2690 S.D. 1 Proposed

15

H.B. NO.

1	business, economic development, and tourism.] Hawaii
2	film office."
3	SECTION 6. Section 201-14, Hawaii Revised Statutes, is
4	repealed.
5	["§201-14 Consolidated film permit processing. (a) The
6	department shall consult with state and county agencies in order
7	to identify sites that can be used for making visually recorded
8	productions under terms and conditions as may be determined by
9	the state or county agency having jurisdiction over the sites.
10	(b) The department may accept an application from any
11	person who proposes to make a motion picture, television show,
12	television commercial, or other visually recorded production at
13	one or more sites on state or county lands, whether or not set
14	aside under section 171-11.
15	(c) The applicant shall identify the sites to be covered
16	by the permit and provide other information as may be required
17	by the department.
18	(d) The department may approve and issue a permit to film
19	at any of the sites identified by the appropriate state or
20	county agency under subsection (a). If any site requested for
21	use by the applicant is not identified under subsection (a), the
22	department shall consult with the appropriate state or county
	2010-1591 HB2690 SD1 SMA-1.doc

1 agency having jurisdiction over the site to obtain a permit. If 2 the matter of a permit cannot be resolved in this manner, the 3 department shall refer the application to the appropriate state 4 or county agency to obtain a permit. 5 (e) The department is authorized to make changes to, and extensions of, any approved permits so long as the changes and 6 extensions do not conflict with the policies, terms, and 7 8 conditions set forth by the agency having jurisdiction over the 9 site in question. 10 (f) The department may establish memoranda of agreement or 11 adopt rules to implement the intent and purposes of this 12 section. (g) Nothing in this section shall be construed as waiving 13 14 the authority of any county or the department of transportation 15 of the State to require a person to obtain a permit from the 16 department or county where the production takes place on or from 17 a public highway. (h) A vessel engaged in temporary use for film production 18 purposes in accordance with a film permit issued by the 19 20 department shall not be considered to be a "commercial vessel" 21 within the meaning of section 200-9, 200-10, or 200-39; provided 22 that:

2690 S.D. 1 Proposed

H.B. NO.



1 (1) The period of temporary use does not exceed fourteen 2 hours per day, five days per week, excluding weekends, 3 and for a period not to exceed thirty calendar days; 4 and 5 (2) The department may make allowances to include weekends 6 for film production purposes due to inclement weather conditions during the weekday period."] 7 8 SECTION 7. Part IX of chapter 201, Hawaii Revised 9 Statutes, is repealed. 10 SECTION 8. All rights, powers, functions, and duties 11 related to Hawaii television and film development are 12 transferred from the department of business, economic 13 development, and tourism to the Hawaii tourism authority. 14 All officers and employees whose functions are transferred 15 by this part shall be transferred with their functions and shall 16 continue to perform their regular duties upon their transfer; 17 provided that the transferred officers and employees shall be 18 subject to the provisions of section 201B-3(7), Hawaii Revised 19 Statutes. 20 No officer or employee of the State having tenure shall 21 suffer any loss of salary, seniority, prior service credit,

2690 S.D. 1

H.B. NO.

22 vacation, sick leave, or other employee benefit or privilege as

a consequence of this part; provided that no break in service
 has occurred.

2690 S.D. 1

H.B. NO.

3 If an office or position held by an officer or employee 4 having tenure is abolished, the officer or employee shall not 5 thereby be separated from public employment, but shall remain in 6 the employment of the State with the same pay and classification 7 and shall be transferred to some other office or position for 8 which the officer or employee is eligible under the personnel 9 laws of the State as determined by the head of the department or 10 the governor.

11 SECTION 9. All appropriations, records, equipment, 12 machines, files, supplies, contracts, memoranda of agreement in 13 existence prior to the effective date of this Act, books, 14 papers, documents, maps, and other personal property heretofore 15 made, used, acquired, or held by the department of business, 16 economic development, and tourism relating to the functions 17 transferred to the department of Hawaii tourism authority shall 18 be transferred with the functions to which they relate.

PART III

20 SECTION 10. Act 51, Session Laws of Hawaii 2004, is
21 amended by amending section 12 to read as follows:

2010-1591 HB2690 SD1 SMA-1.doc

19

1 "SECTION 12. The department of education, with the invited 2 participation of the exclusive bargaining agent of educational 3 officers of the department of education, shall propose salary 4 schedules and other terms and conditions of employment of 5 principals and vice principals based upon a [twelve-month] 6 ten-month term of service. The department of education shall 7 submit their findings to the legislature no later than twenty 8 days prior to the convening of the regular session of 2005." 9 SECTION 11. Section 302A-636, Hawaii Revised Statutes, is 10 amended to read as follows:

H.B. NO. ²⁶⁹⁰ S.D. 1

Pronosed

11 "§302A-636 Cafeteria managers. All cafeteria managers 12 employed in the department shall be employed and have their 13 salaries fixed in accordance with chapter 76 and the appropriate 14 collective bargaining agreement, executive order, executive 15 directive, or rule, and the monthly rates of basic compensation 16 so determined shall be payable over a [twelve-month] ten-month 17 period without proration or deduction for periods when school is 18 not in session. Cafeteria managers shall have the same vacation 19 and sick leave allowances as school teachers and principals." 20 SECTION 12. Section 302A-637, Hawaii Revised Statutes, is

21 amended to read as follows:

1 "§302A-637 Cafeteria workers. All cafeteria workers 2 employed in the department shall be employed and have their 3 compensation adjusted in accordance with chapter 76 and the 4 appropriate collective bargaining agreement, executive order, executive directive, or rule, and the monthly rates of basic 5 compensation so determined shall be payable for employment over 6 7 a [twelve-month] ten-month period. All caféteria workers shall 8 be employed on a full-time basis, except that a limited number 9 of part-time workers may be employed by the department. No 10 cafeteria worker employed on a part-time basis shall work less 11 than twenty hours per week. The department shall establish a 12 schedule, based on factors that determine the need for part-time 13 workers, fixing the number of part-time workers that may be 14 employed by the department." 15 PART IV 16 SECTION 13. Section 87A-17, Hawaii Revised Statutes, is 17 amended to read as follows: 18 "[+]§87A-17[+] Group life insurance benefits or group life 19 insurance program. The board may provide benefits under a group 20 life insurance benefits program or group life insurance program 21 to employees [-]; provided that the program is at no cost to the

2010-1591 HB2690 SD1 SMA-1.doc

22

1	employers and the State and counties shall not make any
2	contributions for the program."
3	SECTION 14. Section 87A-31, Hawaii Revised Statutes, is
4	amended by amending subsection (c) to read as follows:
5	"(c) The fund may be used to provide group life insurance
6	benefits to employees [to the extent that contributions are
7	provided for group life insurance benefits in sections 87A-32
8	and 87A-37.]; provided that the group life insurance program
9	shall be at no cost to the employers and the State and counties
10	shall make no contributions for the program."
11	SECTION 15. Section 87A-32, Hawaii Revised Statutes, is
12	amended to read as follows:
12 13	<pre>amended to read as follows: "[+]§87A-32[+] State and county contributions; active</pre>
13	"[+]§87A-32[+] State and county contributions; active
13 14	"[+]§87A-32[+] State and county contributions; active employees. [-(a)] The State, through the department of budget
13 14 15	"[+]§87A-32[+] State and county contributions; active employees. [-(a)] The State, through the department of budget and finance, and the counties, through their respective
13 14 15 16	<pre>"[+]\$87A-32[+] State and county contributions; active employees. [</pre>
13 14 15 16 17	<pre>"[f]\$87A-32[f] State and county contributions; active employees. [-(a)] The State, through the department of budget and finance, and the counties, through their respective departments of finance, shall pay to the fund a monthly contribution equal to the amount established under chapter 89C</pre>
13 14 15 16 17 18	<pre>"[+] \$87A-32[+] State and county contributions; active employees. [-(a)] The State, through the department of budget and finance, and the counties, through their respective departments of finance, shall pay to the fund a monthly contribution equal to the amount established under chapter 89C or specified in the applicable public sector collective</pre>

1 toward the payment of costs of a health benefits plan; provided 2 that: 3 (1)The monthly contribution shall be a specified dollar 4 amount; 5 (2)The monthly contribution shall not exceed the actual 6 cost of a health benefits plan; 7 (3) If both husband and wife are employee-beneficiaries, 8 the total contribution by the State or the county 9 shall not exceed the monthly contribution for a family 10 plan; and 11 (4) If the State or any of the counties establish 12 cafeteria plans in accordance with Title 26, United 13 States Code section 125, the Internal Revenue Code of 14 1986, as amended, and part II of chapter 78, the 15 monthly contribution for those employee-beneficiaries 16 who participate in a cafeteria plan shall be made 17 through the cafeteria plan, and the payments made by the State or counties shall include their respective 18 19 contributions to the fund and their employee-20 beneficiary's share of the cost of the employee-21 beneficiary's health benefits plan.

2010-1591 HB2690 SD1 SMA-1.doc

. 23

1	[(b) The State, through the department of budget and
2	finance, and the counties, through their respective departments
3	of finance, shall pay to the fund a monthly contribution equal
4	to-the amount established under chapter 89C or specified in the
5	applicable public sector collective bargaining agreement,
6	whichever is applicable, for each of their respective employees,
7	to be used toward the payment of group life insurance benefits
8	for each employee.]"
9	SECTION 16. Section 87A-37, Hawaii Revised Statutes, is
10	amended to read as follows:
11	"[[]§87A-37[] Group] <u>Employee contributions; group</u> life
12	insurance benefits plans [for retired employees; contributions].
13	[(a) The State, through the department of budget and finance,
14	and the counties, through their respective departments of
15	finance, shall pay to the fund a base monthly contribution as
16	set forth in subsection (b) for each retired employee enrolled
17	in the fund's group life insurance benefits plan under section
18	87A-34, 87A-35, and 87A-36.
19	(b) Effective July 1, 2003, there is established a base
20	monthly contribution of \$4.16 for each retired employee enrolled
21	in a group life insurance plan; provided that the monthly
22	contribution shall not exceed the actual cost of the group life

1	insurance benefits plan. The base composite monthly
2	contribution shall be adjusted annually beginning July 1, 2004.
3	The adjusted base composite monthly contribution for each new
4	plan year shall be calculated by increasing or decreasing the
5	base composite monthly contribution in effect through the end of
6	the previous plan year by the percentage increase or decrease in
7	the medicare part B premium rate for those years. The
8	percentage shall be calculated by dividing the medicare part-B
-9	premium rate in effect at the beginning of the new plan year by
10	the rate in effect through the end of the previous plan year.
11	As used in this subsection, "medicare part B premium rate"
12	means-the-rate published in the Federal Register each year on
13	November 1 or on the business day closest to November 1 of each
14	year after the medicare part B premium rate has been established
15	by the Secretary of Health and Human Services and approved by
16	the United States Congress.] During the period the group life
17	insurance benefits plans are in effect, the employee, if allowed
18	by law, shall authorize the employee's contribution to be
19	withheld and transmitted to the fund monthly by the comptroller,
20	employees' retirement system, or finance officer who disburses
21	the employee's compensation, pension, or retirement pay. If an
22	employee-beneficiary's monthly contribution to the fund is not
	2010-1591 HB2690 SD1 SMA-1.doc

2690 S.D. 1 Proposed

H.B. NO.

		2690
H.B.	NO.	S.D. 1
		Proposed

1	withheld and transmitted to the fund, the employee shall pay the
2	monthly contribution directly to the board's designated carrier
3	or third-party administrator as specified by the board."
4	PART V
5	SECTION 17. This Act does not affect rights and duties
6	that matured, penalties that were incurred, and proceedings that
7	were begun before its effective date.
8	SECTION 18. Statutory material to be repealed is bracketed
9	and stricken. New statutory material is underscored.
10	SECTION 19. This Act shall take effect on July 1, 2010.
11	



26

H.B. NO.

Report Title:

State Operations; Attorney General Positions; Television and Film Functions of the State; Principals and Vice Principal Contracts; Cafeteria Managers and Workers; Employer-Union Health Benefits Trust Fund

Description:

Part I repeals certain statutorily established positions within the department of the attorney general; Part II transfers the television and film industry activities and responsibilities and special fund under the department of business, economic development, and tourism to the Hawaii tourism authority and establishes the Hawaii film office under the authority; authorizes the Hawaii film office to administer the tax credits under section 235-17, Hawaii Revised Statutes; deletes unnecessary provisions; part III changes the terms of service for principals, vice principals, cafeteria managers, and workers from 12 months to 10 months; part IV suspends employer contributions for active and retiree life insurance premiums beginning July 1, 2010. (SD1)

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

