STAND. COM. REP. NO. 3014

Honolulu, Hawaii

APR 0 1 2010

RE:

H.B. No. 2533

H.D. 1

S.D. 2

Honorable Colleen Hanabusa President of the Senate Twenty-Fifth State Legislature Regular Session of 2010 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred H.B. No. 2533, H.D. 1, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE EMPLOYMENT OF EMPLOYEES' RETIREMENT SYSTEM RETIRANTS,"

begs leave to report as follows:

The purpose of this measure is to clarify conditions under which an Employees' Retirement System retirant may be reemployed by the State or a county without loss of benefits.

Specifically, this measure prohibits the reemployment of a retirant unless the retirant is either reenrolled in the Employees' Retirement System or is employed without reenrollment in the system in specified types of positions. Furthermore, this measure imposes penalties upon retirants and employers if the retirants are reemployed in violation of state or federal law. Finally, this measure repeals uncodified session laws that temporarily authorize the reemployment of retirants until June 30, 2013.

The written comments may be reviewed on the Legislature's website.

Your Committee finds that the conditions and penalties relating to the reemployment of retirants and their reenrollment in the Employees' Retirement System are necessary to protect the

status of the Employees' Retirement System as a tax-qualified retirement plan under the Internal Revenue Code.

Your Committee has amended this measure by changing the effective date to July 1, 2050, to facilitate further discussion on the measure.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2533, H.D. 1, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 2533, H.D. 1, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DONNA MERCADO KIM, Chair

The Senate Twenty-Fifth Legislature State of Hawaii

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:	Da	ate:	
4B 2533 HDI SOI	LBF, WAM		3/3/10	
The committee is reconsidering its previous decision on this measure.				
If so, then the previous decision was to:				
The Recommendation is:				
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313				
Members	Aye	Aye (WR)	Nay	Excused
KIM, Donna Mercado (C)	1			
TSUTSUI, Shan S. (VC)				
CHUN OAKLAND, Suzanne	J			
ENGLISH, J. Kalani				
FUKUNAGA, Carol				
GALUTERIA, Brickwood				
HEE, Clayton				
HOOSER, Gary L.				
KIDANI, Michelle N.	////////			
KOKUBUN, Russell S.				
TOKUDA, Jill N.	13000-1105-A			
HEMMINGS, Fred		A CONTROL OF THE PROPERTY OF T		
				ZATIC MARKET AND A SECOND
American and the control of the cont				
TOTAL	12	<u>a</u>	0	0
Recommendation: Adopted Not Adopted				
Chair's or Designee's Signature:				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

^{*}Only one measure per Record of Votes