

Honolulu, Hawaii

FEB - 8 2010

RE: S.B. No. 2797  
S.D. 1

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

Madam:

Your Committees on Education and Housing and Labor, to which  
was referred S.B. No. 2797 entitled:

"A BILL FOR AN ACT RELATING TO VOLUNTARY EMPLOYEES'  
BENEFICIARY ASSOCIATION TRUSTS,"

beg leave to report as follows:

The purpose of this measure is to make permanent the  
voluntary employees' beneficiary association trusts originally  
established as temporary trusts under Act 245, Session Laws of  
Hawaii 2005.

Testimony in support of this measure was submitted by two  
private organizations and fifteen individuals. Testimony in  
opposition to this measure was submitted by two state agencies and  
one private organization. Written testimony presented to the  
Committees may be reviewed on the Legislature's website.

Your Committees find that additional time is necessary to:

- (1) Debate whether to continue to allow voluntary employees'  
beneficiary association trusts (VEBA);
- (2) Allow the Hawaii Employer-Union Health Benefits Trust  
Fund to manage its existing responsibilities and deal  
with administration changes; and
- (3) Allow further discussion of issues raised by the State  
Auditor.



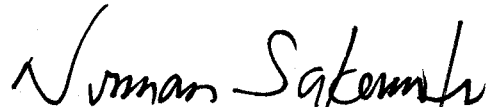
Accordingly, your Committees have amended this measure by extending the effective date of Act 245, Session Laws of Hawaii 2005, as amended, to July 1, 2012. Your Committees note that by inserting a sunset date, sections 89-2, 89-3, 89-6, and 89-9, Hawaii Revised Statutes, will be reenacted in the form in which they read on June 30, 2012; however, amendments unrelated to VEBA that have been made to these sections since the enactment of Acts 202 and 245, Session Laws of Hawaii 2005, will be retained upon the repeal and reenactment of those sections on July 1, 2012.

As affirmed by the records of votes of the members of your Committees on Education and Housing and Labor that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 2797, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 2797, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on  
behalf of the members of the  
Committees on Education and  
Housing and Labor,



DWIGHT Y. TAKAMINE, Chair

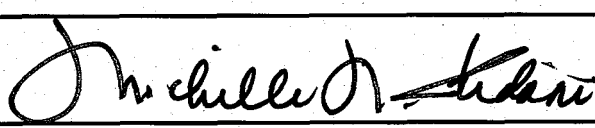


NORMAN SAKAMOTO, Chair



The Senate  
Twenty-Fifth Legislature  
State of Hawaii

**Record of Votes**  
**Committee on Education and Housing**  
**EDH**

Bill / Resolution No.:* <div style="font-size: 1.2em; font-family: cursive;">SB2797</div>	Committee Referral: <div style="font-size: 1.2em; font-family: cursive;">EDH/LBR, WAM</div>	Date: <div style="font-size: 1.2em; font-family: cursive;">2-2-2010</div>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <div style="display: flex; justify-content: space-between; align-items: flex-start;"> <div style="text-align: center;"> <input type="checkbox"/> Pass, unamended 2312         </div> <div style="text-align: center;"> <input checked="" type="checkbox"/> Pass, with amendments 2311         </div> <div style="text-align: center;"> <input type="checkbox"/> Hold 2310         </div> <div style="text-align: center;"> <input type="checkbox"/> Recommit 2313         </div> </div>				
Members	Aye	Aye (WR)	Nay	Excused
SAKAMOTO, Norman (C)	✓			
KIDANI, Michelle N. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
GALUTERIA, Brickwood	✓			
TSUTSUI, Shan S.	✓			
HEMMINGS, Fred				✓
TOTAL	5			↓
Recommendation: <div style="display: flex; justify-content: space-around; margin-top: 5px;"> <input checked="" type="checkbox"/> Adopted         <input type="checkbox"/> Not Adopted         </div>				
Chair's or Designee's Signature: <div style="text-align: right; font-family: cursive; font-size: 1.2em; margin-top: 10px;">  </div>				
<b>Distribution:</b> <div style="display: flex; justify-content: space-between; font-size: 0.8em; margin-top: 5px;"> <div>Original File with Committee Report</div> <div>Yellow Clerk's Office</div> <div>Pink Drafting Agency</div> <div>Goldenrod Committee File Copy</div> </div>				

\*Only one measure per Record of Votes

**Record of Votes  
Committee on Labor  
LBR**

\*Only one measure per Record of Votes