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A BILL FOR AN ACT

RELATING TO EMPLOYMENT SECURITY LAW.

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

SECTION 1. Section 383-123, Hawaii Revised Statutes, is
 amended to read as follows:

3 "§383-123 Withdrawals; administrative use. (a)

Withdrawals. Moneys requisitioned from the State's account in 4 the unemployment trust fund shall be used exclusively for the 5 payment of benefits and for refunds of contributions pursuant to 6 section 383-76 and section [+]383-7(a)(6)[+], except that moneys 7 credited to this State's account pursuant to [section] Section 8 903 of the Social Security Act, as amended, shall be used 9 exclusively as provided in subsection (b). The director of 10 finance shall from time to time, with the approval of the 11 12 department of labor and industrial relations in accordance with rules prescribed by the comptroller of the State, requisition 13 14 from the unemployment trust fund such amounts, not exceeding the amount in the State's account, as it deems necessary for the 15 16 payment of benefits and refunds of contributions for a reasonable future period. The moneys shall be deposited in the 17 benefit account. Expenditures of such moneys in the benefit 18 2011-1860 HB1076 SD1 SMA.doc

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1 account and refunds from the clearing account shall not be subject to any provisions of law requiring specific 2 3 appropriations or other formal release by state officers of 4 moneys in their custody. All benefits and refunds of 5 contributions shall be paid from the fund upon warrants drawn 6 upon the director of finance by the comptroller of the State 7 supported by vouchers approved by the department. Any balance of moneys requisitioned from the unemployment trust fund [which] 8 9 that remains unclaimed or unpaid in the benefit account after 10 the expiration of the period for which the sums were requisitioned shall either be deducted from estimates for, and 11 may be [utilized] used for the payment of, benefits and refunds 12 during succeeding periods $[\tau]$ or, in the discretion of the 13 department, shall be redeposited with the Secretary of the 14 15 Treasury of the United States, to the credit of this State's 16 account in the unemployment trust fund, as provided in section 17 383-122.

(b) Administrative use. Moneys credited to the account of
this State in the unemployment trust fund by the Secretary of
the Treasury of the United States pursuant to [section] Section
903 of the Social Security Act, as amended, may be requisitioned
and used for the payment of benefits and for the payment of



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1	expenses i	ncurred for the administration of this State's
2	unemployme	ent compensation law and public employment offices
3	pursuant t	to a specific appropriation of the legislature;
4	provided t	that the expenses are incurred and the money is
5	requisitio	oned after the enactment of an appropriation law that:
6	(1)	Specifies the purposes for which the moneys are
7		appropriated and the amounts appropriated therefor;
8	(2)	Limits the period within which the moneys may be
9		obligated to a period ending not more than two years
10		after the date of the enactment of the appropriation
11		law; and
12	(3)	Limits the amount that may be obligated to an amount
13		that does not exceed the amount by which the aggregate
14		of the amounts credited to the account of this State
15		pursuant to [section] <u>Section</u> 903 of the Social
16		Security Act, as amended, exceeds the aggregate of the
17		amounts obligated pursuant to this subsection and
18		charged against the amounts credited to the account of
19		this State.
20	Money	ys credited to the account of this State pursuant to

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22 may not be withdrawn or used except for the payment of benefits

[section] Section 903 of the Social Security Act, as amended,

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and for the payment of expenses for the administration of this chapter pursuant to this subsection.

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3 The appropriation, obligation, and expenditure or other 4 disposition of moneys appropriated under this subsection shall 5 be accounted for in accordance with standards established by the 6 United States Secretary of Labor. Moneys appropriated for the 7 payment of expenses of administration pursuant to this subsection shall be requisitioned as needed for the payment of 8 9 obligations incurred under the law appropriating the moneys and, 10 upon requisition, shall be deposited in the employment security 11 administration fund from which the payments shall be made. 12 Moneys so deposited, until expended, shall remain a part of the 13 unemployment compensation fund and, if not expended within one 14 week after withdrawn from the unemployment trust fund, shall be 15 returned at the earliest practical date to the Secretary of the 16 Treasury of the United States for credit to this State's account 17 in the unemployment trust fund.

18 (c) Notwithstanding subsection (b), moneys credited to the
19 State's account in federal fiscal years ending in 2000, 2001,
20 and 2002 shall be used solely for the administration of the
21 unemployment compensation program and are not subject to the
22 specific appropriation requirements of subsection (b), except



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1 that moneys credited in calendar year 2002 with respect to P.L. 2 107-147 shall not be subject to the conditions of this 3 subsection or the two-year limitation requirement specified in 4 subsection (b). 5 (d) Notwithstanding subsection (b), moneys credited to the 6 account of this State pursuant to the special transfer made in 7 2009 under Section 903(g) of the Social Security Act, as 8 amended, shall be used solely for the payment of expenses for 9 the administration of this chapter." 10 SECTION 2. Statutory material to be repealed is bracketed 11 and stricken. New statutory material is underscored. SECTION 3. This Act shall take effect on July 1, 2050. 12



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Report Title: Employment Security

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Description:

Earmarks 2009 special administrative transfer for payment of Unemployment Insurance program administrative expenses. Effective July 1, 2050. (SD1)

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