HOUSE OF REPRESENTATIVES TWENTY-SIXTH LEGISLATURE, 2011 STATE OF HAWAII H.B. NO. <sup>169</sup> H.D. 2 S.D. 1

# A BILL FOR AN ACT

RELATING TO EMPLOYMENT SECURITY.

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

1	SECTION 1. Section 383-168, Hawaii Revised Statutes, is
2	amended to read as follows:
3	"§383-168 Definitions. As used in this part, unless the
4	context clearly requires otherwise:
5	(1) "Extended benefit period" means a period which:
6	(A) Begins with the third week after the first week
7	for which there is a state "on" indicator; and
8	(B) Ends with either of the following weeks,
9	whichever occurs later:
10	(i) The third week after the first week for
11	which there is a state "off" indicator; or
12	(ii) The thirteenth consecutive week of such
13	period; provided that no extended benefit
14	period may begin before the fourteenth week
15	following the end of a prior extended
16	benefit period which was in effect with
17	respect to this State.

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1	(2)	(A)	There is a "state 'on' indicator" for this State
2			for a week which begins before September 26,
3			1982, if the director of labor and industrial
4			relations determines, in accordance with the
5			regulations of the United States Secretary of
6			Labor, that for the period consisting of such
7			week and the immediately preceding twelve weeks,
8	а 19		the rate of insured unemployment (not seasonally
9			adjusted) under this chapter:
10			(i) Equaled or exceeded 120 per cent of the
11			average of such rates for the corresponding
12			thirteen-week period ending in each of the
13			preceding two calendar years, and
14			(ii) Equaled or exceeded 4 per cent.
15		(B)	There is a "state 'on' indicator" for this State
16			for a week which begins after September 25, 1982,
17			if the director of labor and industrial relations
18			determines, in accordance with the regulations of
19			the United States Secretary of Labor, that for
20			the period consisting of such week and the
21			immediately preceding twelve weeks, the rate of



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1			insu	red unemployment (not seasonally adjusted)
2			undei	this chapter:
3			(i)	Equaled or exceeded 120 per cent of the
4				average of such rates for the corresponding
5				thirteen-week period ending in each of the
6				preceding two calendar years, and
7			(ii)	Equaled or exceeded 5 per cent.
8	(3)	(A)	There	e is a "state 'off' indicator" for this State
9			for a	a week which begins before September 26,
10			1982	, if the director determines, in accordance
11			with	the regulations of the United States
12			Secre	etary of Labor, that for the period
13			cons	isting of such week and the immediately
14			prece	eding twelve weeks, the rate of insured
15			unem	ployment (not seasonally adjusted) under this
16			chapt	cer:
17			(i)	Was less than 120 per cent of the average of
18				such rates for the corresponding thirteen-
19				week period ending in each of the preceding
20				two calendar years, or
21			(ii)	Was less than 4 per cent.



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1	(B)	There is a "state 'off' indicator" for this State
2		for a week which begins after September 25, 1982,
3		if the director determines, in accordance with
4		the regulations of the United States Secretary of
5		Labor, that for the period consisting of such
6		week and the immediately preceding twelve weeks,
7		the rate of insured unemployment (not seasonally
8		adjusted) under this chapter:
9		(i) Was less than 120 per cent of the average of
10		such rates for the corresponding thirteen-
11		week period ending in each of the preceding
12		two calendar years, or
13		(ii) Was less than 5 per cent.
14	(4) (A)	Effective with respect to compensation for weeks
15		of unemployment beginning after December 31,
16		1977, the determination of whether there has been
17		a state "on" or "off" indicator shall be made
18		under paragraphs (2)(A) and (3)(A) of this
19		section as if paragraph (2)(A) did not contain
20		clause (i) thereof and the figure "4" contained
21		in clause (ii) thereof were "5", and as if
22		paragraph (3)(A) did not contain clause (i)
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1		thereof and the figure "4" contained in clause
2		(ii) thereof were "5"; except that,
3		notwithstanding the other provisions of this
4		paragraph to the contrary, any week for which
5		there would otherwise be a state "on" indicator
6		shall continue to be such a week and shall not be
7		determined to be a week for which there is a
8		state "off" indicator.
9	(B)	Effective with respect to compensation for weeks
10		of unemployment beginning after September 25,
11		1982, the determination of whether there has been
12		a state "on" or "off" indicator shall be made
13	x	under paragraphs (2)(B) and (3)(B) of this
14		section as if paragraph (2)(B) did not contain
15		clause (i) thereof and the figure "5" contained
16		in clause (ii) thereof were "6"; except that,
17		notwithstanding the other provisions of this
18		paragraph to the contrary, any week for which
19		there would otherwise be a state "on" indicator
20		shall continue to be such a week and shall not be
21		determined to be a week for which there is a
22	6	state "off" indicator.

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1	<u>(5)</u> (A)	Notwithstanding paragraphs (2)(B) and (4)(B) of
2		this section, there is a "state 'on' indicator"
3		for this State with respect to weeks of
4		unemployment until the week ending four weeks
5		prior to the last week of unemployment for which
6		one hundred per cent federal sharing is available
7		under Section 2005(a) of Public Law No. 111-5 if:
8		(i) The average rate of total unemployment in
9		this State (seasonally adjusted), as
10		determined by the United States Secretary of
11		Labor, for the period consisting of the most
12		recent three months for which data for all
; 13		states are published before the close of
14		such week equals or exceeds 6.5 per cent,
15		and
16		(ii) The average rate of total unemployment in
17		this State (seasonally adjusted), as
18		determined by the United States Secretary of
10		
		Labor, for the most recent three-month
20		period equals or exceeds 110 per cent of
21		such average for any or all of the
22		corresponding three-month periods ending in
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1			the preceding three calendar years during
2			the period beginning January 1, 2011, and
3			ending on December 31, 2011, or the date
4			established in federal law permitting this
,5			provision.
6		<u>(B)</u>	Notwithstanding paragraphs (3)(B) and (4)(B) of
7			this section, there is a "state 'off' indicator"
8			for this State for a week based on the rate of
9			total unemployment only if for the period
10			consisting of the most recent three months for
11			which data for all States published before the
12			close of such week, subparagraphs (A)(i) and
13			(A)(ii) do not result in an "on" indicator.
14	[ <del>-(5)</del> -]	(6)	"Rate of insured unemployment," for purposes of
15		para	graphs (2) and (3) of this section, means the
16		perc	entage derived by dividing:
17		(A)	The average weekly number of individuals filing
18			claims for regular compensation in this State for
19			weeks of unemployment with respect to the most
20			recent thirteen-consecutive-week period, as
21			determined by the director on the basis of the

1		director's reports to the United States Secretary
2	-	of Labor, by
3		(B) The average monthly employment covered under this
4		chapter for the first four of the most recent six
5		completed calendar quarters ending before the end
6		of such thirteen-week period.
7	[ <del>-(6)</del> -]	(7) "Regular benefits" means benefits payable to an
8		individual under this chapter or under any other state
9,		law (including benefits payable to federal civilian
10		employees and ex-servicemen pursuant to Title 5 United
11		States Code [ <del>chapter</del> ] <u>Chapter</u> 85) other than extended
12		benefits and additional benefits.
13	[ <del>(7)</del> ]	(8) "Extended benefits" means benefits (including
14		benefits payable to federal civilian employees and to
15		ex-servicemen pursuant to <u>Title</u> 5 United States Code
16		[ <del>chapter</del> ] <u>Chapter</u> 85) payable to an individual under
17		the provisions of this part for weeks of unemployment
18		in the individual's eligibility period.
19	[ <del>-(8)</del> -]	(9) "Additional benefits" means benefits payable to
20		exhaustees by reason of conditions of high
21		unemployment or by reason of other special factors



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1		under the provisions of any state law, including but
2		not limited to chapter 385.
3	[ <del>-(9)</del> ]	(10) "Eligibility period" of an individual means the
4		period consisting of the weeks in the individual's
5		benefit year which begin in an extended benefit period
6		and, if the individual's benefit year ends within such
7		extended benefit period, any week thereafter which
8		begins in such period.
9	[ <del>(10)</del> ]	(11) "Exhaustee" means an individual who, with
10		respect to any week of unemployment in the
11		individual's eligibility period:
12		(A) Has received, prior to such week, all of the
13		regular benefits that were available to the
14		individual under this chapter or any other state
15		law (including dependents' allowances and
16		benefits payable to federal civilian employees
17		and ex-servicemen under <u>Title</u> 5 United States
18		Code [ <del>chapter</del> ] <u>Chapter</u> 85) in the individual's
19		current benefit year that includes such week;
20		provided that for the purposes of this
21		subparagraph, an individual shall be deemed to
22		have received all of the regular benefits that

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1		were available to the individual although, as a
2		result of a pending appeal with respect to wages
3		and/or employment that were not considered in the
4		original monetary determination in the
5		individual's benefit year, the individual may
6		subsequently be determined to be entitled to
7		added regular benefits; or
8	(B)	The individual's benefit year having expired
9		prior to such week has no, or has insufficient,
10		wages and/or employment on the basis of which the
11		individual could establish a new benefit year
12		that would include such week; and
13	(C)	(i) Has no right to unemployment benefits or
14		allowances, as the case may be, under the
15		Railroad Unemployment Insurance Act, the
16		Trade Expansion Act of 1962, the Automotive
17		Products Trade Act of 1965, and such other
18		federal laws as are specified in regulations
19		issued by the United States Secretary of
20		Labor; and
21		(ii) Has not received and is not seeking
22	、 、	unemployment benefits under the unemployment
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compensation law of the Virgin Islands or of 1 Canada; but if the individual is seeking 2 3 such benefits and the appropriate agency finally determines that the individual is 4 5 not entitled to benefits under such law the individual is considered an exhaustee; 6 provided that this provision shall not be 7 8 applicable to benefits under the Virgin 9 Islands law beginning on the day after the day on which the United States Secretary of 10 11 Labor approves under section 3304(a) of the Internal Revenue Code of 1954 an 12 13 unemployment compensation law submitted by the Virgin Islands for approval. 14 [(11)] (12) "State law" means the unemployment insurance law 15 16 of any state, approved by the United States Secretary 17 of Labor under section 3304 of the Internal Revenue Code of 1954." 18 SECTION 2. Section 383-172, Hawaii Revised Statutes, is 19 20 amended to read as follows: 21 "§383-172 Total extended benefit amount. (a) The total extended benefit amount payable to any eligible individual with 22 2011-1855 HB169 SD1 SMA-1.doc

1	respect to the individual's applicable benefit year shall be
2	[fifty per cent of the total amount of regular benefits which
3	were payable to the individual under this chapter in the
4	individual's applicable benefit year; provided that the amount
5	so determined shall be reduced by the total amount of additional
6	benefits paid (or deemed paid) to the individual for weeks of
7	unemployment in the individual's benefit year which began prior
8	to the effective date of the extended benefit period which is
9	current in the week for which the individual first claims
10	extended benefits.] the lesser of the following amounts:
11	(1) Fifty per cent of the total amount of regular benefits
12	that were payable to the individual under this chapter
13	in the individual's applicable benefit year; or
14	(2) Thirteen times the individual's weekly benefit amount
15	that was payable to an individual under this chapter
16	for a week of total unemployment in the applicable
17	benefit year.
18	(b) The amount determined under subsection (a) shall be
19	reduced by the total amount of additional benefits paid or
20	deemed paid to the individual for weeks of unemployment in the
21	individual's benefit year that began prior to the effective date

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1	of the extended benefit period that is current in the week for
2	which the individual first claims extended benefits.
3	(c) Effective with respect to weeks beginning in a high
4	unemployment period, subsection (a) shall be applied by
5	substituting:
6	(1) "Eighty per cent" for "fifty per cent" in subsection
7	(a)(1); and
8	(2) "Twenty" for "thirteen" in subsection (a)(2).
9	(d) For purposes of this section, "high unemployment
10	period" means any period during which an extended benefit period
11	would be in effect if section 383-168(5)(A)(i) were applied by
12	substituting eight per cent for 6.5 per cent."
13	SECTION 3. There is appropriated out of the general
14	revenues of the State of Hawaii the sum of \$ or so
15	much thereof as may be necessary for fiscal year 2011-2012 for
16	an automated extended benefit claims system.
17	The sum appropriated shall be expended by the department of
18	labor and industrial relations for the purposes of this Act.
19	SECTION 4. Statutory material to be repealed is bracketed
20	and stricken. New statutory material is underscored.
21	SECTION 5. This Act shall take effect on July 1, 2050.
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#### Description:

Establishes a temporary total unemployment rate trigger pursuant to P.L. No. 111-5. Appropriates an unspecified amount for an automated extended benefit claims system. Effective July 1, 2050. (SD1)

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