STAND. COM. REP. NO. 3140

Honolulu, Hawaii

## APR 0 5 2012

RE: H.B. No. 2441 H.D. 2

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Judiciary and Labor, to which was referred H.B. No. 2441, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO CHILD SUPPORT ENFORCEMENT,"

begs leave to report as follows:

The purpose and intent of this measure is to ensure that state child support enforcement laws are in compliance with recently enacted federal laws. Specifically, this measure:

- (1) Clarifies the requirement for new hire reporting to include the date on which services for remuneration were first performed by the employee as part of the information furnished by employers to the Hawaii Child Support Enforcement Agency, a division within the Department of the Attorney General; and
- (2) Clarifies that employers receiving a notice of medical support of a dependent child of a responsible parent have twenty business days after the notice date to transfer the notice to the appropriate plan providing health care coverage and are required to notify the Hawaii Child Support Enforcement Agency when employment of the responsible parent is terminated.

Your Committee received testimony in support of this measure from the Department of the Attorney General.

Your Committee finds that the federal Claims Resolution Act requires employers to report to the State Directory of New Hires the date on which an employee first performs services for pay. This is an anti-fraud measure aimed at reducing the number of overpayments to individuals receiving unemployment insurance benefits. This measure will allow the State to comply with this new federal reporting requirement, which became effective on June 8, 2011.

Your Committee further finds that amendments to the federal Social Security Act requires employees to transfer a medical support notice twenty days after receiving the notice to the appropriate plan providing health care coverage and requires employers to notify the state child support enforcement agency when employment is terminated. This measure will allow the State to comply with this new federal requirement.

Compliance with these new federal requirements is necessary to maintain eligibility for federal welfare funding and federal funding of child support enforcement programs.

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2441, H.D. 2, and recommends that it pass Second Reading and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Judiciary and Labor,

CLAYTON HEE, Chair

## The Senate Twenty-Sixth Legislature State of Hawaiʻi

## Record of Votes Committee on Judiciary and Labor JDL

Bill / Resolution No.:* HB 2441, HD2	Committee		Date: / 3/20/10		
The committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Becommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
HEE, Clayton (C)					
SHIMABUKURO, Maile (VC)					
GABBARD, Mike					· .
IHARA, Jr., Les					
SLOM, Sam					
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TOTAL		4			/
Recommendation:  Adopted  Not Adopted					
Chair's or Designee's Signature:					
<b>Distribution:</b> Original File with Committee Rep	Yellow Pink Goldenrod Report Clerk's Office Drafting Agency Committee File Copy				

<sup>\*</sup>Only one measure per Record of Votes