

A BILL FOR AN ACT

RELATING TO DISABILITY RETIREMENT.

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

1 SECTION 1. Section 88-75, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "§88-75 Ordinary disability retirement. (a) Upon 4 application of a member in service or on leave without pay, or 5 the person appointed by the family court as guardian of an incapacitated member, any member who has ten or more years of 6 7 credited service shall be retired by the board of trustees on an 8 ordinary disability retirement allowance if the medical board, after a medical examination of the member, certifies that: 9 10 (1)The member is mentally or physically incapacitated for 11 the further performance of duty at the time of 12 application; The incapacity is likely to be permanent; and 13 (2) 14 (3) The member should be retired. 15 (b) Upon approval by the board, the member shall be eligible to receive an ordinary disability retirement benefit no 16 earlier than thirty days from the date the application was filed **17**

- 1 or the date the member terminated service, whichever is later.
- 2 Retirement shall be effective on the first day of a month,
- 3 except for the month of December when retirement on the first or
- 4 last day of the month shall be allowed. A member whose
- 5 application for an ordinary disability retirement allowance is
- 6 approved by the board while the member is still in service may
- 7 terminate service and retire at any time following such
- 8 approval; provided that retirement shall become effective on the
- 9 first day of the month following the month the applicant
- 10 terminates employment or goes off the payroll, except for the
- 11 month of December when retirement on the first or last day of
- 12 the month shall be allowed.
- 13 (c) A member who has retired with ten or more years of
- 14 credited service and who became permanently mentally or
- 15 physically incapacitated from the further performance of duty
- 16 prior to retirement may, within two years from the date of
- 17 retirement, apply and be eligible for an ordinary disability
- 18 retirement allowance if after medical examination, the
- 19 requirements of subsection (a)(1) through (3) are met; provided
- 20 that a person appointed by the family court as guardian of such
- 21 a member who is incapacitated shall be allowed to apply on

1	behalf of the member. The ordinary disability retirement
2	benefit shall commence thirty days from the date of retirement.
3	SECTION 2. Section 88-79, Hawaii Revised Statutes, is
4	amended to read as follows:
5	"§88-79 Service-connected disability retirement. (a)
6	Upon application of a member, or the person appointed by the
7	family court as guardian of an incapacitated member, any member
8	who has been permanently incapacitated for duty as the natural
9	and proximate result of an accident occurring while in the
10	actual performance of duty at some definite time and place, or
11	as the cumulative result of some occupational hazard, through no
12	wilful negligence on the member's part, may be retired by the
13	board for service-connected disability; provided that:
14	(1) In the case of an accident occurring after July 1,
15	1963, the employer shall file with the system a copy
16	of the employer's report of the accident submitted to
17	the director of labor and industrial relations;
18	(2) An application for retirement is filed with the system
19	within two years of the date of the accident, or the
20	date upon which workers' compensation benefits cease,
21	whichever is later;

1	(3)	Certification is made by the head of the agency in	
2		which the member is employed, stating the time, place,	
3		and conditions of the service performed by the member	
4		resulting in the member's disability and that the	
5		disability was not the result of wilful negligence on	
6		the part of the member; and	
7	(4)	The medical board certifies that the member is	
8		incapacitated for the further performance of duty at	
9		the time of application and that the member's	
10		incapacity is likely to be permanent.	
11	(b)	In the case of firefighters, police officers, and	
12	sewer wor	kers, the effect of the inhalation of smoke, toxic	
13	gases, che	emical fumes, and other toxic vapors on the heart,	
14	lungs, and	d respiratory system shall be construed as an injury	
15	received o	or disease contracted while in the performance of their	
16	duty and as the result of some occupational hazard for the		
17	purpose of determining occupational disability retirement under		
18	this secti	lon.	
19	Notwi	thstanding any other law to the contrary, any	
20	condition	of impairment of health caused by any disease of the	
21	heart, lur	lgs, or respiratory system, resulting in permanent	

- 1 incapacity to a firefighter, police officer, or sewer worker,
- 2 shall be presumed to have been suffered in the actual
- 3 performance of duty at some definite time and place through no
- 4 wilful negligence on the firefighter's, police officer's, or
- 5 sewer worker's part, and as a result of the inherent
- 6 occupational hazard of exposure to and inhalation of smoke,
- 7 toxic gases, chemical fumes, and other toxic vapors, unless the
- 8 contrary be shown by competent evidence; provided that such
- 9 firefighter, police officer, or sewer worker shall have passed a
- 10 physical examination on entry into such service or subsequent to
- 11 such entry, which examination failed to reveal any evidence of
- 12 such condition.
- 13 (c) The board may waive strict compliance with the time
- 14 limits within which a report of the accident and an application
- 15 for service-connected disability retirement must be filed with
- 16 the board if it is satisfied that the failure to file within the
- 17 time limited by law was due to ignorance of fact or law,
- 18 inability, or to the fraud, misrepresentation, or deceit of any
- 19 person, or because the applicant was undergoing treatment for
- 20 the disability or was receiving vocational rehabilitation
- 21 services occasioned by the disability.

1 The board may determine whether or not the disability (d) is the result of an accident occurring while in the actual 2 performance of duty at some definite time and place and that the 3 disability was not the result of wilful negligence on the part 4 5 of the member. The board may accept as conclusive: 6 The certification made by the head of the agency in 7 which the member is employed; or 8 A finding to this effect by the medical board. (2) (e) Upon approval by the board, the member shall be 10 eligible to receive a service-connected disability retirement 11 benefit after the member has terminated service. Retirement shall become effective on the first day of a month, except for 12 13 the month of December when retirement on the first or last day 14 of the month shall be allowed. 15 (f) A member who has retired and who became permanently 16 mentally or physically incapacitated for duty prior to 17 retirement as the natural and proximate result of an accident 18 occurring while in the actual performance of duty at some 19 definite time and place, or as the cumulative result of some occupational hazard, through no wilful negligence on the 20

member's part, may, within two years from the date of

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1 retirement, apply and be eligible for a service-connected 2 disability_retirement allowance if the requirements of subsection (a)(3) and (4) are met; provided that a person 3 appointed by the family court as guardian of such a member who 4 has become incapacitated shall be allowed to apply on behalf of 5 the member. The service-connected disability retirement benefit 6 shall commence thirty days from the date of retirement." 7 SECTION 3. Section 88-284, Hawaii Revised Statutes, is 8 9 amended to read as follows: 10 "§88-284 Ordinary disability retirement. (a) Upon 11 application of a member in service or on leave without pay, or the person appointed by the family court as guardian of an 12 incapacitated member, any member who has ten or more years of **13** credited service shall be retired by the board of trustees on an ordinary disability retirement allowance if the medical board, 15 16 after a medical examination of the member, certifies that: 17 The member is mentally or physically incapacitated for (1)18 the further performance of duty at the time of 19 application; 20 (2) The incapacity is likely to be permanent; and 21 The member should be retired. (3)

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2 eligible to receive an ordinary disability retirement benefit no 3 earlier than thirty days from the date the application was filed 4 or the date the member terminated service, whichever is later. Retirement shall be effective on the first day of a month, 5 6 except for the month of December when retirement on the first or 7 last day of the month shall be allowed. A member whose application for an ordinary disability retirement allowance is 8 9 approved by the board while the member is still in service may

terminate service and retire at any time following the approval;

provided that retirement shall become effective on the first day

(b) Upon approval by the board, the member shall be

- 12 of the month following the month the applicant terminates
- 13 employment or goes off the payroll, except for the month of
- 14 December when retirement on the first or last day of the month
- 15 shall be allowed.
- (c) A member who is determined to be permanently
- 17 incapacitated for the further performance of duty pursuant to
- 18 subsection (a) and eligible to receive an ordinary disability
- 19 retirement allowance shall receive a maximum retirement
- 20 allowance of one and one-fourth per cent of the average final

- 1 compensation multiplied by the number of years of credited
- 2 service unreduced for age.
- 3 (d) A member who has retired with ten or more years of
- 4 credited service and who became permanently mentally or
- 5 physically incapacitated from the further performance of duty
- 6 prior to retirement may, within two years from the date of
- 7 retirement, apply and be eligible for an ordinary disability
- 8 retirement allowance if after medical examination, the
- 9 requirements of subsection (a)(1) through (3) are met; provided
- 10 that a person appointed by the family court as guardian of such
- a member who is incapacitated shall be allowed to apply on
- 12 behalf of the member. The ordinary disability retirement
- 13 benefit shall commence thirty days from the date of retirement."
- 14 SECTION 4. Section 88-334, Hawaii Revised Statutes, is
- 15 amended to read as follows:
- 16 "\$88-334 Ordinary disability retirement. (a) Upon
- 17 application of a class H member in service or on leave without
- 18 pay, or the person appointed by the family court as guardian of
- 19 an incapacitated member, any member who has ten or more years of
- 20 credited service shall be retired by the board on an ordinary

- 1 disability retirement allowance if the medical board, after a
- 2 medical examination of the member, certifies that:
- 3 (1) The member is mentally or physically incapacitated for
- 4 the further performance of duty at the time of
- 5 application;
- 6 (2) The incapacity is likely to be permanent; and
- 7 (3) The member should be retired.
- **8** (b) Upon approval by the board, the member shall be
- 9 eligible to receive an ordinary disability retirement benefit no
- 10 earlier than thirty days from the date the application was filed
- 11 or the date the member terminated service, whichever is later.
- 12 Retirement shall be effective on the first day of a month,
- 13 except for the month of December when retirement on the first or
- 14 last day of the month shall be allowed. A member whose
- 15 application for an ordinary disability retirement allowance is
- 16 approved by the board while the member is still in service may
- 17 terminate service and retire at any time following the approval;
- 18 provided that retirement shall become effective on the first day
- 19 of the month following the month the applicant terminates
- 20 employment or goes off the payroll, except for the month of

- 1 December when retirement on the first or last day of the month
- 2 shall be allowed.
- 3 (c) A member who has retired with ten or more years of
- 4 <u>credited</u> service and who became permanently mentally or
- 5 physically incapacitated from the further performance of duty
- 6 prior to retirement may, within two years from the date of
- 7 retirement, apply and be eligible for an ordinary disability
- 8 retirement allowance if after medical examination, the
- 9 requirements of subsection (a) (1) through (3) are met; provided
- 10 that a person appointed by the family court as guardian of such
- 11 a member who is incapacitated shall be allowed to apply on
- 12 behalf of the member. The ordinary disability retirement
- 13 benefit shall commence thirty days from the date of retirement."
- 14 SECTION 5. Section 88-336, Hawaii Revised Statutes, is
- 15 amended to read as follows:
- 16 "§88-336 Service-connected disability retirement. (a)
- 17 Upon application of a class H member, or the person appointed by
- 18 the family court as guardian of an incapacitated member, any
- 19 class H member who has been permanently incapacitated for duty
- 20 as the natural and proximate result of an accident occurring
- 21 while in the actual performance of duty at some definite time



- 1 and place, or as the cumulative result of some occupational
- 2 hazard, through no wilful negligence on the member's part, may
- 3 be retired by the board for service-connected disability;
- 4 provided that:
- 5 (1) In the case of an accident occurring after July 1,
- 6 1963, the employer shall file with the system a copy
- of the employer's report of the accident submitted to
- 8 the director of labor and industrial relations;
- 9 (2) An application for retirement is filed with the system
- 10 within two years of the date of the accident, or the
- date upon which workers' compensation benefits cease.
- whichever is later;
- 13 (3) Certification is made by the head of the agency in
- which the member is employed, stating the time, place,
- and conditions of the service performed by the member
- resulting in the member's disability and that the
- disability was not the result of wilful negligence on
- the part of the member; and
- 19 (4) The medical board certifies that the member is
- incapacitated for the further performance of duty at

Ī	the time of application and that the member's		
2	incapacity is likely to be permanent.		
3	(b) In the case of sewer workers, the effect of the		
4	inhalation of smoke, toxic gases, chemical fumes, and other		
5	toxic vapors on the heart, lungs, and respiratory system shall		
6	be construed as an injury received or disease contracted while		
7	in the performance of their duty and as the result of some		
8	occupational hazard for the purpose of determining occupational		
9	disability retirement under this section.		
10	Notwithstanding any other law to the contrary, any		
11	condition of impairment of health caused by any disease of the		
12	heart, lungs, or respiratory system resulting in permanent		
13	incapacity to a sewer worker shall be presumed to have been		
14	suffered in the actual performance of duty at some definite time		
15	and place through no wilful negligence on the sewer worker's		
16	part, and as a result of the inherent occupational hazard of		
17	exposure to the inhalation of smoke, toxic gases, chemical		
18	fumes, and other toxic vapors, unless the contrary be shown by		
19	competent evidence; provided that the sewer worker shall have		
20	passed a physical examination on entry into such service or		

- 1 subsequent to such entry, which examination failed to reveal any
- 2 evidence of such condition.
- 3 (c) The board may waive strict compliance with the time
- 4 limits within which a report of the accident and an application
- 5 for service-connected disability retirement must be filed with
- 6 the board if it is satisfied that the failure to file within the
- 7 time limited by law was due to ignorance of fact or law,
- 8 inability, or the fraud, misrepresentation, or deceit of any
- 9 person, or because the applicant was undergoing treatment for
- 10 the disability, or was receiving vocational rehabilitation
- 11 services occasioned by the disability.
- 12 (d) The board may determine whether the disability is the
- 13 result of an accident occurring while in the actual performance
- 14 of duty at some definite time and place and that the disability
- 15 was not the result of wilful negligence on the part of the
- 16 member. The board may accept as conclusive:
- 17 (1) The certification made by the head of the agency in
- which the member is employed; or
- 19 (2) A finding to this effect by the medical board.
- 20 (e) Upon approval by the board, the member shall be
- 21 eligible to receive a service-connected disability retirement



- 1 benefit after the member has terminated service. Retirement
- 2 shall be effective on the first day of a month, except for the
- 3 month of December when retirement on the first or last day of
- 4 the month shall be allowed.
- 5 (f) A member who has retired and who became permanently
- 6 mentally or physically incapacitated for duty prior to
- 7 retirement as the natural and proximate result of an accident
- 8 occurring while in the actual performance of duty at some
- 9 definite time and place, or as the cumulative result of some
- 10 occupational hazard, through no wilful negligence on the
- 11 member's part, may, within two years from the date of
- 12 retirement, apply and be eligible for a service-connected
- 13 disability retirement allowance if the requirements of
- 14 subsection (a)(3) and (4) are met; provided that a person
- 15 appointed by the family court as guardian of such a member who
- 16 has become incapacitated shall be allowed to apply on behalf of
- 17 the member. The service-connected disability retirement benefit
- 18 shall commence thirty days from the date of retirement."
- 19 SECTION 6. This Act does not affect rights and duties that
- 20 matured, penalties that were incurred, and proceedings that were
- 21 begun before its effective date.

1 SECTION 7. New statutory material is underscored.

2 SECTION 8. This Act shall take effect upon its approval.

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INTRODUCED BY:

Kel Nems

IAN 2 1 2015

Report Title:

Disability Retirement; Service-connected Disability Retirement

Description:

Expands eligibility of ordinary and service-connected disability retirement benefits to retired members who became mentally or physically incapacitated from the further performance of duty.

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