H.R. NO. 59

HOUSE RESOLUTION

URGING THE EMPLOYEES' RETIREMENT SYSTEM TO ENFORCE THE ISSUANCE OF FINES TO STATE AND COUNTY DEPARTMENTS AND AGENCIES THAT FAIL TO SUBMIT AUDITED RETIRED EMPLOYEE UNUSED SICK LEAVE CREDITS AND OTHER PERSONNEL INFORMATION TO THE EMPLOYEES' RETIREMENT SYSTEM IN A TIMELY MANNER.

WHEREAS, to enable the prompt and accurate processing of 1 full pension benefits to retired state and county employees, the 2 3 Employees' Retirement System (ERS) relies on state and county departments and agencies to submit retired employee personnel 4 5 and payroll records to the ERS in a timely manner; and 6 7 WHEREAS, the ERS uses the information provided by the state 8 and county departments and agencies to calculate retirees' pension benefits; and 9 10 WHEREAS, according to the ERS, when state and county 11 employees retire, retirees are paid an estimated retirement 12 benefit by the ERS until the system receives and audits the 13 retired employee's final personnel and payroll records; and 14 15 WHEREAS, an employee's estimated pension benefit is usually 16 17 less than the employee's actual pension benefit; and 18 19 WHEREAS, retired employee personnel and payroll records that are submitted to the ERS late, incomplete, or in a format 20 that requires manual entry into the ERS computer system delay 21 finalization and payment of retiree employment benefits; and 22 23 24 WHEREAS, there are complaints of delays in payment of employees' retiree pension benefits that have dragged on for 25 months and sometimes years, which adversely affect the 26 livelihood and well-being of retirees and their families and 27 dependents; and 28



20

30

36

H.R. NO.59

1 WHEREAS, according to the ERS, a retired employee's 2 estimated pension is finalized following the ERS's receipt and 3 review of the retired employee's payroll and personnel records, 4 the audited report of sick leave credits from departments or 5 agencies where the retired employee was employed, and the amount 6 of the retired employee's vacation pay; and 7

8 WHEREAS, all state and county agencies are urged to lessen 9 the impediments that prevent the timely processing and payment 10 of pension benefits to retired employees; and 11

WHEREAS, Section 88-74.5, Hawaii Revised Statutes, allows 12 13 the ERS to assess \$10 for each month or fraction thereof that a 14 department or an agency fails to provide requested information 15 for unused sick leave balances and lump sum vacation payments within 90 days of an employee's retirement, and for payroll or 16 17 personnel information within 30 days of an employee's retirement, in order to calculate retiree pension benefits in a 18 19 timely manner; now, therefore,

BE IT RESOLVED by the House of Representatives of the 21 22 Twenty-ninth Legislature of the State of Hawaii, Regular Session 23 of 2018, that the ERS is urged to enforce the assessments 24 against the state and county departments and agencies that fail 25 to provide requested information for unused sick leave balances 26 and lump sum vacation payments within 90 days of an employee's 27 retirement, and for payroll or personnel information within 30 28 days of an employee's retirement, in order to calculate retiree pension benefits in a timely manner; and 29

31 BE IT FURTHER RESOLVED that state and county departments 32 and agencies are urged to submit employee personnel and payroll 33 records to the ERS in a timely manner to enable the processing 34 and prompt payment of full retirement benefits to retired state 35 and county employees; and

BE IT FURTHER RESOLVED that certified copies of this
Resolution be transmitted to the Governor; Mayor of the City and
County of Honolulu; Mayors of the Counties of Hawaii, Kauai, and



H.R. NO. 59

Maui; Chair of the ERS Board of Trustees; and Executive Director
 of the ERS.

- 3
- 4
- 5

OFFERED BY:

:	Ang Ann	

MAR 07 2018

