# A BILL FOR AN ACT

RELATING TO THE HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND DEFINITION OF "DEPENDENT-BENEFICIARY".

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

1 SECTION 1. The legislature finds that the Hawaii employer-2 union health benefits trust fund offers health benefits to the

3 children of state and county employees and retirees. Due to the

4 current construction of chapter 87A, Hawaii Revised Statutes,

5 when an employee is killed in the performance of the employee's

 $\mathbf{6}$  duty, the employee passes away when eligible for retirement, or

7 the retiree passes away, the employee's or retiree's surviving

 ${f 8}$  spouse's children that are born after the employee's or

9 retiree's death are eligible to participate in benefit plans

10 offered by the fund. However, the legislature finds that a

11 child born or legally adopted after an employee's or retiree's

death who is not the natural or adopted child of the deceased

13 employee or retiree should not be eligible to participate in

14 fund benefit plans because the child is not the child of the

15 state or county employee or retiree.

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1	The legislature further finds that the definition of		
2	"dependent-beneficiary" should be amended to be consistent with		
3	the federal Patient Protection and Affordable Care Act of 2010,		
4	which prohibits restricting health insurance coverage to only		
5	unmarried dependents and dependents who live with the employee-		
6	beneficiary, and denying health insurance coverage to married		
7	dependents and dependents who do not live with the employee-		
8	beneficiary.		
9	The	purposes of this Act are to:	
10	(1)	Amend the definition of "dependent-beneficiary" in	
11		chapter 87A, Hawaii Revised Statutes, to clarify	
12		eligibility of children for participation in fund	
13		benefit plans; and	
14	(2)	Conform the definition of "dependent-beneficiary" to	
15		the federal Patient Protection and Affordable Care Act	
16		of 2010.	
17	SECTION 2. Section 87A-1, Hawaii Revised Statutes, is		
18	amended by amending the definition of "dependent-beneficiary" t		
19	read as follows:		
20	""Dependent-beneficiary" means an employee-beneficiary's:		
21	(1)	Spouse;	

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1	(2)	[ <del>Unmarried child</del> ] <u>Child</u> deemed eligible by the board,
2		including a legally adopted child, stepchild, foster
3		child, or recognized natural child [who lives with the
4		employee beneficiary; ], but excluding a child born or
5		legally adopted more than ten months after the date of
6		death of:
7		(A) An employee killed in the performance of duty;
8		(B) An active employee who was eligible to retire on
9		the date of death; or
10		(C) A retired employee-beneficiary; and
11	(3)	Unmarried child regardless of age who is incapable of
12		self-support because of a mental or physical
13		incapacity, which existed prior to the unmarried
14		child's reaching the age of nineteen years."
15	SECT	ION 3. This Act does not affect rights and duties that
16	matured,	penalties that were incurred, and proceedings that were
17	begun bef	ore its effective date.
18	SECT	ION 4. Statutory material to be repealed is bracketed
19	and stric	ken. New statutory material is underscored.
20	SECT	ION 5. This Act shall take effect on January 1, 2050.

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### Report Title:

Hawaii Employer-union Health Benefits Trust Fund

### Description:

Amends the definition of "dependent-beneficiary" as used in chapter 87A, HRS. Effective 1/1/2050. (SD2)

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