

### A BILL FOR AN ACT

RELATING TO FEDERAL WORKERS.

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

- 1 SECTION 1. This Act is recommended by the governor for
- 2 immediate passage in accordance with Section 9 of Article VII of
- 3 the Constitution of the State of Hawaii.
- 4 SECTION 2. The legislature finds that the federal shutdown
- 5 furlough adversely affects more than 2,500 Hawaii residents.
- 6 These federal employees are either furloughed (not working) or
- 7 excepted (working without pay). Due to the federal shutdown
- 8 furlough, some of these affected federal employees must seek out
- 9 other methods of financing to make ends meet, such as borrowing
- 10 from friends or financial institutions, or getting a second job.
- 11 While some affected federal employees are eligible for
- 12 unemployment compensation, others are not and benefits may not
- 13 be enough to cover their current expenses such as mortgage or
- 14 rent payments.
- The purposes of this Act are to:
- 16 (1) Authorize the department of budget and finance to
- 17 provide interest-free loans to federal workers who

## H.B. NO. 1195

1 have been affected by the federal shutdown furlough to 2 cover current mortgage or rent payments; and 3 (2) Make an emergency appropriation to provide the funding 4 for the loans. 5 SECTION 3. Definitions. For the purposes of this Act, unless the context otherwise requires: 6 7 "Department" means the department of budget and finance. 8 "Director" means the director of finance. 9 "Federal furlough loan program" means the loan program established under this Act. **10** 11 "Eliqible borrower" means a federal employee affected by 12 the federal shutdown furlough who is either: 13 (1) Furloughed; or 14 (2) Excepted. 15 "Excepted" means the federal status for shutdown furlough 16 in which an employee is required to perform work during a lapse **17** in appropriations. 18 SECTION 4. Federal furlough loan program. 19 department shall implement and manage the federal furlough loan

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program.

# H.B. NO. 1195

- 1 (b) The director may issue loans to eligible borrowers
- 2 only for the purposes of making current mortgage or rent
- 3 payments. The loans shall be interest-free.
- 4 (c) The director, without regard to chapter 91, Hawaii
- 5 Revised Statutes, may determine the form of the application,
- 6 required documents, and the method of disbursement.
- 7 (d) Recipients of the loans shall pay the loans in full
- 8 within thirty days of receiving their retroactive pay.
- 9 (e) The federal furlough loan program shall cease with the
- 10 enactment of an appropriation bill by the federal government to
- 11 continue the operations of the federal government.
- 12 SECTION 5. There is appropriated out of the general
- 13 revenues of the State of Hawaii the sum of \$ , or so much
- 14 thereof as may be necessary for fiscal year 2018-2019, for the
- 15 purpose of implementing the loan program for federal employees
- 16 affected by the shutdown furlough.
- 17 The sum appropriated shall be expended by the department of
- 18 budget and finance for the purposes of this Act.

SECTION 6. This Act shall take effect upon its approval.

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INTRODUCED BY:

Janystagener Con T.O.

JAN 2 3 2019

## H.B. NO. 1195

### Report Title:

Loan; Shutdown Furlough; Federal Workers; Emergency Appropriation

### Description:

Establishes a loan program to provide loans to eligible federal workers affected by the federal shutdown furlough. Provides an emergency appropriation to carry out the purposes of the loan program.

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