DAVID Y. IGE GOVERNOR





KANOE MARGOL
DEPUTY EXECUTIVE DIRECTOR

TESTIMONY BY THOMAS WILLIAMS EXECUTIVE DIRECTOR, EMPLOYEES' RETIREMENT SYSTEM STATE OF HAWAII

TO THE HOUSE COMMITTEE ON LABOR AND PUBLIC EMPLOYMENT ON

HOUSE BILL NO. 1264

February 5, 2019 9:30 A.M. Conference Room 309

RELATING TO THE EMPLOYEES' RETIREMENT SYSTEM

Chair Johanson, Vice Chair Eli, and Members of the Committee,

H.B. 1264 proposes to add a new section to subpart C of part II of Chapter 88, Hawaii Revised Statutes to provide for forfeiture by a member, former member, or retirant of the Employees' Retirement System (ERS) of the State of Hawaii, of all or a portion of any interest, hypothetical account balance, pension, annuity or retirement allowance otherwise payable to the member, former member or retirant if the member, former member or retirant is convicted of a felony related to the employment of the member, former member or retirant.

This proposal would require the ERS to comply with a court order decreeing a forfeiture of all or a portion of any interest, hypothetical account balance, pension, annuity or retirement allowance otherwise payable a member, former member, or retirant of the system convicted of a felony that the court finds is related to the employment of the member, former member, or retirant by the State or county.



As this proposal applies prospectively to felonies committed by public employees after the effective date of the proposal, and protects the survivor benefits of the non-offending beneficiary, the ERS staff has no objections to H.B. 1264.

Thank you for this opportunity to testify.