

**ACT 240**

**H.B. NO. 2727-78**

**A Bill for an Act Relating to Employees Paid from Certain Federal Funds and  
Amending Chapter 88, Hawaii Revised Statutes.**

***Be It Enacted by the Legislature of the State of Hawaii:***

**SECTION 1.** Chapter 88, Hawaii Revised Statutes, is amended by adding  
a new section to be appropriately designated and to read:

**“Sec. 88- Employees paid from certain federal funds.** Any provision of law to the contrary notwithstanding, a participant in a work-experience, on-the-job training, or a temporary public service employment position whose salary is paid in whole or in part from federal funds provided under the Comprehensive Employment and Training Act of 1973 (Public Law 93-203; 87 Stat. 839), as amended, shall not be eligible for membership in the system from and after July 1, 1978, except as provided for in this section.

Any such participant who is a member of the system on June 30, 1978 shall remain a member of the system unless the participant elects in writing on a form prescribed by the board to terminate his or her membership. An election shall not be effective unless filed on or before December 31, 1978. Any participant who elects to terminate his membership in accordance with this section shall be paid all of his or her accumulated contributions.”

SECTION 2. New statutory material is underscored. In printing this Act, the revisor of statutes need not include the underscoring.\*

SECTION 3. This Act shall take effect upon its approval.

(Approved June 17, 1978.)

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\*Edited accordingly.