ACT 183

H.B. NO. 2089

A Bill for an Act Relating to the Public Employees Health Fund.

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

SECTION 1. Section 87-3, Hawaii Revised Statutes, is amended by amending subsection (a) to read as follows:

- "(a) The fund shall be used for the purpose of providing employee-beneficiaries and dependent-beneficiaries with a health benefits plan and a long-term care benefits plan; provided that the fund may be used for other expenses necessary to effectuate these purposes; and provided further that any rate credit or reimbursement from any carrier or self-insured plan or any earning or interest derived therefrom shall be [used in addition to such purposes to:
 - (1) Finance the employee's and state and county contributions for the respective benefit plan from which such moneys are derived; and
 - (2) Improve the benefits of the respective plan from which such moneys are derived.] returned to the State or the county for deposit into the appropriate general fund if the moneys are returned from a plan that provides health benefits to retirees or the surviving spouses of deceased retirees or employees killed in the performance of their duty whose coverage is financed in whole or in part by the State or by a county."

SECTION 2. This Act shall have retroactive application to any rate credit, refund, or reimbursement made to the fund prior to the effective date of this Act.

SECTION 3. Statutory material to be repealed is bracketed. New statutory material is underscored.

SECTION 4. This Act shall take effect upon its approval.

(Approved June 14, 1995.)