

JAN 18 2008

A BILL FOR AN ACT

RELATING TO THE EMPLOYEES' RETIREMENT SYSTEM.

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

1 SECTION 1. Section 88-90, Hawaii Revised Statutes, is
2 amended to read as follows:

3 "**§88-90 Post retirement allowances.** (a) There shall be
4 payable to each person receiving any pension, annuity or
5 retirement allowance, a post retirement allowance which shall
6 consist of an amount equivalent to one and one-half per cent of
7 the monthly pension, annuity or retirement allowance as
8 originally computed, approved and paid. This benefit shall be
9 added to the monthly pension, annuity or retirement allowance on
10 the first day of July in each year following June 30, 1961, as
11 follows:

12 (1) To each person receiving a pension, annuity or
13 retirement allowance on June 30, 1961, payment of the
14 benefit shall commence on July 1, 1961, except that
15 after June 30, 1963, the monthly benefits payable
16 under this subsection shall be computed and paid on
17 the basis of the number of years that has elapsed



1 since the person entitled thereto first became the
2 recipient of the pension, annuity or retirement
3 allowance from which the benefit is derived.

4 (2) To each person first receiving a pension, annuity or
5 retirement allowance after June 30, 1961, payment of
6 the benefit shall commence on the first of July
7 following the calendar year in which the payment of
8 the pension, annuity or retirement allowance is
9 effective.

10 (b) After June 30, 1970, the post retirement allowance
11 shall consist of an amount equivalent to two and one-half per
12 cent of the monthly pension, annuity or retirement allowance as
13 originally computed and paid. This benefit shall be payable on
14 the first day of July in each year following June 30, 1970, as
15 follows:

16 (1) To each person, who on June 30, 1970, was receiving a
17 post retirement allowance as described under
18 subsection (a) hereof, payment of the benefit shall
19 commence on July 1, 1970.

20 (2) To each person first receiving a pension, annuity or
21 retirement allowance after December 31, 1968, payment
22 of the benefit shall commence on the first day of July



1 following the calendar year in which the payment of
2 the pension, annuity or retirement allowance is
3 effective.


4 (c) After June 30, 2008, the post retirement allowance
5 shall consist of an amount equivalent to three per cent of the
6 monthly pension, annuity or retirement allowance as originally
7 computed and paid for any retirant who has been retired for at
8 least ten years."

9 SECTION 2. There is appropriated out of the general
10 revenues of the State of Hawaii the sum of \$ or so much
11 thereof as may be necessary for fiscal year 2008-2009 to provide
12 for post retirement allowance increases provided pursuant to
13 this Act.

14 The sum appropriated shall be expended by the employees'
15 retirement system for the purposes of this Act.

16 SECTION 3. Statutory material to be repealed is bracketed
17 and stricken. New statutory material is underscored.

18 SECTION 4. This Act shall take effect on July 1, 2008.

19 INTRODUCED BY: 

Report Title:

ERS; Post Retirement Allowance; Increase; Appropriation

Description:

Increases the post retirement allowance to three per cent beginning ten years after the date of retirement. Appropriates funds for the post retirement allowance increase.

