
A BILL FOR AN ACT

RELATING TO THE HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST
FUND.

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

1 SECTION 1. The purpose of this Act is to require the
2 automatic transfer of a specified amount of general excise tax
3 revenues to the Hawaii employer-union health benefits trust fund
4 to amortize the unfunded actuarial liability of the trust fund.

5 This Act is not intended to provide funds for the annual
6 employer contribution toward employee-beneficiary and dependent-
7 beneficiary health benefits plan premium costs or medicare part
8 B reimbursements or the administrative expenses of the trust
9 fund. The legislature intends that those costs and expenses
10 should be paid through the executive budget or other
11 appropriation act.

12 SECTION 2. Section 237-31, Hawaii Revised Statutes, is
13 amended to read as follows:

14 "**§237-31 Remittances.** All remittances of taxes imposed by
15 this chapter shall be made by money, bank draft, check,
16 cashier's check, money order, or certificate of deposit to the
17 office of the department of taxation to which the return was



1 transmitted. The department of taxation shall issue its
2 receipts therefor to the taxpayer and shall pay the moneys into
3 the state treasury as a state realization, to be kept and
4 accounted for as provided by law; provided that:

5 (1) The sum from all general excise tax revenues realized
6 by the State that represents the difference between
7 \$45,000,000 and the proceeds from the sale of any
8 general obligation bonds authorized for that fiscal
9 year for the purposes of the state educational
10 facilities improvement special fund shall be deposited
11 in the state treasury in each fiscal year to the
12 credit of the state educational facilities improvement
13 special fund;

14 (2) A sum, not to exceed \$5,000,000, from all general
15 excise tax revenues realized by the State shall be
16 deposited in the state treasury in each fiscal year to
17 the credit of the compound interest bond reserve fund;
18 [~~and~~]

19 (3) A sum from all general excise tax revenues realized by
20 the State that is equal to one-half of the total
21 amount of funds appropriated or transferred out of the
22 hurricane reserve trust fund under sections 4 and 5 of



1 Act 62, Session Laws of Hawaii 2011, shall be
2 deposited into the hurricane reserve trust fund in
3 fiscal year 2013-2014 and in fiscal year 2014-2015;
4 provided that the deposit required in each fiscal year
5 shall be made by October 1 of that fiscal year~~[]~~; and
6 (4) In each fiscal year beginning with fiscal year 2014-
7 2015, \$500,000,000 from all general excise tax
8 revenues realized by the State shall be deposited into
9 the Hawaii employer-union health benefits trust fund
10 and shall continue until such time that the unfunded
11 actuarial accrued liability of the trust fund is fully
12 amortized. No portion of the deposit required under
13 this paragraph shall be used to pay the employer
14 contributions toward the annual employee-beneficiary
15 and dependent-beneficiary health benefits plan premium
16 costs or medicare part B premium reimbursements or
17 administrative expenses of the trust fund. This
18 paragraph shall not prevent the legislature from
19 appropriating by legislative act other general or non-
20 general funds to amortize the unfunded actuarial
21 accrued liability."



H.B. NO. 549

1 SECTION 3. Statutory material to be repealed is bracketed
2 and stricken. New statutory material is underscored.

3 SECTION 4. This Act shall take effect on July 1, 2014.

4

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H.B. NO. 549

Report Title:

Hawaii Employer-Union Health Benefits Trust Fund; Unfunded Actuarial Accrued Liability

Description:

Provides for the automatic deposit of general excise tax revenues into the Hawaii employer-union health benefits trust fund until such time that the trust fund's unfunded actuarial accrued liability is fully amortized. Effective July 1, 2014.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

