STAND. COM. REP. NO. 1742

Honolulu, Hawaii Apvil 7, 2017

RE: S.B. No. 133 S.D. 2 H.D. 2

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 133, S.D. 2, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PUBLIC EMPLOYEES' FRINGE BENEFITS,"

begs leave to report as follows:

The purpose of this measure is to ensure that the Hawaii Employer Union-Health Benefits Trust Fund (EUTF) and the Employees' Retirement System (ERS) update their financial status on a more frequent basis by:

- Requiring the actuary of the EUTF to make an annual valuation report of the EUTF;
- (2) Requiring the actuary to periodically include an update of assumptions specific to the EUTF in the annual valuation report; and
- (3) Increasing the frequency of conducting experience studies of the ERS.

The ERS and EUTF provided comments.



Your Committee has amended this measure by:

- (1)Changing the time period for the actuary to include an update of assumptions specific to the EUTF to once every three years;
- (2)Changing the maximum period between experience studies of the ERS to three years;
- (3) Changing its effective date to take effect upon its approval; and
- (4)Making technical, nonsubstantive amendments for clarity, consistency, and style.

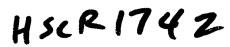
As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 133, S.D. 2, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 133, S.D. 2, H.D. 2.

SB133 HD2 HSCR FIN HMS 2017-3444

Respectfully submitted on behalf of the members of the Committee on Finance,

SYLVIA LUKE, Chair

State of Hawaii House of Representatives The Twenty-ninth Legislature



Record of Votes of the Committee on Finance

Bill/Resolution No.: SB 133, SD2, HD1		e Referral: AB, FIN	Date 03	: 3/3/120	017	
□ The committee is reconsidering i		- · · ··				
The recommendation is to:Image: Pass, unamended (as is)Image: Pass, with amendments (HD)Image: HoldImage: Pass short form bill with HD to recommit for future public hearing (recommit)						
FIN Members	;	Ayes	Ayes (WR)	Nays	Excused	
1. LUKE, Sylvia (C)				en e		
2. CULLEN, Ty J.K. (VC)						
3. CACHOLA, Romy M.						
4. CHOY, Isaac W.		\checkmark				
5. DeCOITE, Lynn						
6. GATES, Cedric Asuega						
7. HOLT, Daniel		V				
8. KEOHOKALOLE, Jarret	t	\checkmark				
9. KOBAYASHI, Bertrand						
10. LoPRESTI, Matthew S.						
11. LOWEN, Nicole E.		\checkmark				
12. NAKAMURA, Nadine K.						
13. TOKIOKA, James Kunan	e					
14. QUINLAN, Sean					~	
15. YAMASHITA, Kyle T.	1. 1. ¹				1. A. 2.	
16. TUPOLA, Andria P.L.					~	
17. WARD, Gene				· · · · · · · · · · · · · · · · · · ·		
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TOTAL (17)	/	15	Ý	Ø	r	
	Adopted f joint referral,	Not Adopted did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signatu	re:	J.K.C	2000			
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