

STAND. COM. REP. NO.

2116

Honolulu, Hawaii

FEB 09 2018

RE: S.B. No. 2734
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2018
State of Hawaii

Sir:

Your Committee on Labor, to which was referred S.B. No. 2734
entitled:

"A BILL FOR AN ACT RELATING TO EMPLOYEE'S DESIGNATION OF
BENEFICIARY FORM,"

begs leave to report as follows:

The purpose and intent of this measure is to allow the
employee's designation of beneficiary form to be kept in the
department where the employee is employed and permit the
designation to be filed and maintained electronically.

Your Committee received testimony in support of this measure
from the Department of Accounting and General Services.

Your Committee finds that currently, section 78-23(c), Hawaii
Revised Statutes, requires the employee's designation of
beneficiary form to be written, notarized, and filed with the
comptroller or another disbursing officer who issues warrants or
checks to pay an employee for the employee's services. This
requirement has resulted in thousands of forms being maintained in
a central location at the Department of Accounting and General
Services. Maintaining the forms, which includes manually filing
forms alphabetically for new employees, filing updated forms for
current employees, and purging forms of employees no longer
employed with the State, is extremely labor intensive. Keeping
the forms within the employing department ensures that the form,



along with other payroll and personnel forms, would routinely be discarded when no longer required. Your Committee further finds that the State is in the process of implementing a new payroll system that may be able to maintain beneficiary information entered by the employee. Accordingly, this measure amends statute to eliminate the requirement that the form be written and notarized, which will allow the new system to maintain the most current beneficiary information in an electronic format.

Your Committee has amended this measure by inserting an effective date of January 1, 2050, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Labor that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2734, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2734, S.D. 1, and be referred to your Committee on Ways and Means.

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

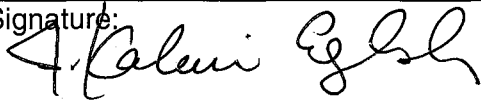


JILL N. TOKUDA, Chair



The Senate
 Twenty-Ninth Legislature
 State of Hawai'i

Record of Votes
Committee on Labor
LBR

Bill / Resolution No.:* SB2734	Committee Referral: LBR, WAM	Date: 01/30/18		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)	✓			
ENGLISH, J. Kalani (VC)	✓			
CHANG, Stanley	✓			
IHARA, Jr., Les	✓			
TANIGUCHI, Brian T.	✓			
TOTAL	5	0	0	0
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes