
A BILL FOR AN ACT

RELATING TO THE HAWAII EMPLOYMENT SECURITY LAW.

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

1 SECTION 1. Chapter 383, Hawaii Revised Statutes, is
2 amended by adding two new sections to part V to be appropriately
3 designated and to read as follows:

4 "§383-A Unemployment insurance technology special fund.

5 (a) There is established in the state treasury the unemployment
6 insurance technology special fund to be administered by the
7 department. All assessments collected pursuant to section 383-B
8 and all moneys received by the fund from any other source shall
9 be deposited in the unemployment insurance technology special
10 fund.

11 (b) Moneys in the unemployment insurance technology
12 special fund shall be used by the department for the operating
13 expenses to operate and maintain the department's information
14 technology infrastructure used for the payment of benefits and
15 contributions as provided for in this chapter. Administrative
16 costs for the collection of the unemployment insurance
17 technology special fund assessments and for costs related to the



1 establishment and maintenance of the unemployment insurance
2 technology special fund shall be borne by the fund.

3 (c) The director shall submit a report to the legislature
4 on the status of the unemployment insurance technology special
5 fund, including expenditures and program results, not less than
6 twenty days prior to the convening of each regular session,
7 provided that the director may include the report in the report
8 required by section 383-126.5.

9 §383-B Unemployment insurance technology assessment. (a)

10 In addition to contributions determined by section 383-68, every
11 employer, except an employer who has elected an alternative
12 method of financing liability for unemployment compensation
13 benefits pursuant to section 383-62, shall be subject to an
14 unemployment insurance technology assessment at a rate of .01
15 per cent of taxable wages as specified in section 383-61.

16 (b) Collections from the unemployment insurance technology
17 assessment shall be made in the same manner and at the same time
18 as any contributions required under section 383-61, and shall
19 not be deducted, in whole or in part, from the wages of
20 individuals in an employer's employ.



1 (c) Any assessments collected pursuant to this section
2 shall remain separate and shall not be included in any manner in
3 computing unemployment contribution rates assigned to employers
4 in accordance with sections 383-63 to 383-68.

5 (d) The director may impose a penalty and interest on
6 delinquent unemployment insurance technology assessments in the
7 same manner as provided for contributions to the unemployment
8 compensation fund in section 383-73. For purposes of
9 computation of penalty and interest under this subsection,
10 unemployment insurance technology assessments shall be
11 considered part of the employer's contributions to the
12 unemployment compensation fund.

13 (e) Collection of money from an employer delinquent in
14 paying unemployment insurance technology assessments, employment
15 and training fund assessments, or contributions to the
16 unemployment compensation fund pursuant to this chapter shall
17 first be applied to interest and penalty, then applied to
18 delinquent unemployment compensation contributions, then to
19 delinquent unemployment insurance technology assessments, and
20 finally to delinquent employment and training assessments."



1 SECTION 2. Section 383-129, Hawaii Revised Statutes, is
2 amended by amending subsection (e) to read as follows:

3 "(e) Collection of money from an employer delinquent in
4 paying employment and training assessments, unemployment
5 insurance technology assessments, or contributions to the
6 unemployment compensation fund pursuant to this chapter shall
7 first be applied to interest and penalty, then applied to
8 delinquent unemployment compensation contributions, then to
9 delinquent unemployment insurance technology assessments, and
10 finally to delinquent employment and training assessments."

11 SECTION 3. In codifying the new sections added by section
12 1 of this Act, the revisor of statutes shall substitute
13 appropriate section numbers for the letters used in designating
14 the new sections in the Act.

15 SECTION 4. New statutory material is underscored.

16 SECTION 5. This Act shall take effect on January 1, 2050.



Report Title:

Hawaii Employment Security Law; Unemployment Insurance
Technology Special Fund; Department of Labor and Industrial
Relations

Description:

Creates the Unemployment Insurance Technology Special Fund that
will be funded by an additional assessment of .01 per cent to
Unemployment Compensation Trust Fund contributions to support
the information technology operating and maintenance expenses
for the payment of benefits and contributions under Hawaii's
Employment Security Law. Effective 1/1/2050. (SD1)

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not legislation or evidence of legislative intent.*

