A BILL FOR AN ACT

RELATING TO HAWAII EMPLOYMENT SECURITY LAW.

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

- SECTION 1. Section 383-1, Hawaii Revised Statutes, is

 amended by repealing the definition of "registered for work" or

 "registration for work".

 ""Registered for work" or "registration for work" means
- [""Registered for work" or "registration for work" means

 that an individual shall provide information to the employment

 office to be posted on the department's internet job-matching

 system, including the individual's name, job skills, education,
- 8 training, prior employment history and work duties, preferred
- 9 working conditions, occupational licenses, and other relevant
- 10 occupational information to facilitate work search efforts by
- 11 the individual and increase job referrals by the employment
- 12 office."]
- SECTION 2. Section 383-29, Hawaii Revised Statutes, is
- 14 amended as follows:
- 1. By amending subsection (a) to read:

1	"(a)	An unemployed individual shall be eligible to receive
2	benefits	with respect to any week only if the department finds
3	that:	
4	(1)	The individual has made a claim for benefits with
5		respect to that week in accordance with rules the
6		department may prescribe and with section 383-29.7 for
7		partially unemployed individuals;
8	(2)	The individual has registered for work, [as defined in
9		section 383-1, and thereafter continued to report, at
10		an employment office in accordance with rules the
11		department may prescribe, or any other place as the
12		department may approve, except that the department[,
13		by rule;] may waive or alter either or both of the
14		requirements of this paragraph for [partially]:
15		(A) Partially unemployed individuals pursuant to
16		section 383-29.8[, individuals];
17		(B) Individuals attached to regular jobs[, and
18		other];
19		(C) Union members in good standing being referred to
20		jobs through the labor union job placement
21		service; provided that the labor union agrees to

1		report to the department arr individuals who
2		refuse job referrals or offers of work and all
3		individuals not ready, willing, and able to work;
4		provided further that the labor union is approved
5		by the department for the purpose of waiving work
6		registration;
7	<u>(D)</u>	Individuals involved in a labor dispute and for
8		whom an employer-employee relationship continues
9		to exist;
10	<u>(E)</u>	Individuals that are suspended from work and for
11		whom an employer-employee relationship continues
12		to exist; provided that the waiver shall apply
13		only to the period of suspension but not to
14		exceed four consecutive weeks of unemployment
15		immediately following the week the individual was
16		suspended; or
17	<u>(F)</u>	Other types of cases or situations [with respect
18		to which it] where the department finds that
19		compliance with those requirements would be
20		oppressive, or would be inconsistent with the

1		purpose of this chapter(; provided that no rule
2		<pre>shall-conflict with-section 383-21];</pre>
3	(3)	The individual is able to work and is available for
4		work; provided that no claimant shall be considered
5		ineligible with respect to any week of unemployment
6		for failure to comply with this paragraph if the
7		failure is due to an illness or disability, as
8		evidenced by a physician's certificate, [which] that
9		occurs during an uninterrupted period of unemployment
10		with respect to which benefits are claimed and no work
11		[which] that would have been suitable [prior to]
12		before the beginning of the illness and disability has
13		been offered the claimant;
14	(4)	The individual has been unemployed for a waiting
15		period of one week within the individual's benefit
16		year[. No]; provided that no week shall be counted as
17		a waiting period[÷
18		$\frac{(A)-If}{I}$ if benefits have been paid with respect
19		thereto[+
20		(B) Unless the individual was eligible for
21		benefits with respect thereto as provided in this

1		section and section 383-30, except for the
2		requirements of this paragraph;
3	(5)	In the case of an individual whose benefit year
4		begins[÷
5		(A) On or after January 2, 1966, but prior to October
6		1, 1989, the individual has had during the
7		individual's base period a total of fourteen or
8		more weeks of employment, as defined in section
9		383-1, and has been paid wages for insured work
10		during the individual's base period in an amount
11		equal to at least thirty times the individual's
12		weekly benefit amount as determined under section
13		383-22(b). For the purposes of this
14		subparagraph, wages for insured work shall
15		include wages paid for services:
16		(i) Which were not employment, as defined in
17		section 383-2, or pursuant to an election
18		under section-383-77 prior to January 1,
19		1978, at any time during the one-year period
20		ending December 31, 1975; and

S.B. NO. 716 S.D. 1

1		(ii)	Which are agricultural labor, as defined in
2			section 383-9 except service excluded under
3			section-[383-7(a)(1)], or are domestic
4			service-except service-excluded under
5			section [383-7(a)(2)]; except to the extent
6			that assistance under title II of the
7			Emergency Jobs and Unemployment Assistance
8			Act of 1974 was paid on the basis of those
9			services;
10	(B)	On ar	nd after October 1, 1989, to January 4, 1992,
11		the i	Individual has been employed, as defined in
12		sect i	ton 383-2, and has been paid wages for
13		insur	ced work during the individual's base period
14		in a r	a amount equal to not less than thirty times
15		the i	individual's weekly benefit amount, as
16		dete :	emined under-section 383-22(b), and the
17		indiv	vidual has been paid wages for insured work
18		durin	ng at least two quarters of the individual's
19		base	period; provided that no otherwise eligible
20		indi	vidual who established a prior benefit year
21		unde i	this chapter or the unemployment

S.B. NO. 716 S.D. 1

1		compensation taw of any other state, shall be
2		eligible to receive benefits in a succeeding
3		benefit year until, during the period following
4		the beginning of the prior benefit year, that
5		individual worked in covered employment for which
6		wages were paid in an amount equal to at least
7		five times the weekly benefit amount established
8		for that individual in the succeeding benefit
9		year; and
10	(C)	After] after January 4, 1992, the individual has
11		been employed, as defined in section 383-2, and
12		has been paid wages for insured work during the
13		individual's base period in an amount equal to
14		not less than twenty-six times the individual's
15		weekly benefit amount, as determined under
16		section 383-22(b), and the individual has been
17		paid wages for insured work during at least two
18		quarters of the individual's base period;
19		provided that no otherwise eligible individual
20		who established a prior benefit year under this
21		chapter or the unemployment compensation law of

S.B. NO. 516 S.D.

any other state, shall be eligible to receive
benefits in a succeeding benefit year until,
during the period following the beginning of the
prior benefit year, that individual worked in
covered employment for which wages were paid in
an amount equal to at least five times the weekly
benefit amount established for that individual in
the succeeding benefit year.

For purposes of this paragraph, wages and weeks of employment shall be counted for benefit purposes with respect to any benefit year only if the benefit year begins subsequent to the dates on which the employing unit by which the wages or other remuneration, as provided in the definition of weeks of employment in section 383-1, were paid has satisfied the conditions of section 383-1 with respect to becoming an employer.

Effective for benefit years beginning January 1, 2004, and thereafter, if an individual fails to establish a valid claim for unemployment insurance benefits under this paragraph, the department shall make a redetermination of entitlement based upon the

1		alternative base period, as defined in section 383-1;
2		provided further that the individual shall satisfy the
3		conditions of [section 383-29(a)(5)] this paragraph
4		that apply to claims filed using the base period, as
5		defined in section 383-1, and the establishment of
6		claims using the alternative base period shall be
7		subject to the terms and conditions of sections 383-33
8		and 383-94; and
9	(6)	Effective November 24, 1994, an individual who has
10		been referred to reemployment services pursuant to the
11		profiling system under section 383-92.5 shall
12		participate in those services or in similar services.
13		The individual may not be required to participate in
14		reemployment services if the department determines the
15		individual has completed those services, or there is
16		justifiable cause for the claimant's failure to
17		participate in those services.
18	For	the purposes of this subsection, employment and wages
19	used to e	stablish a benefit year shall not thereafter be reused
20	to establ	ish another benefit year."

2. By amending subsection (e) to read: 21

1	"(e)	Not	withstanding any provisions of this chapter to the
2	contrary,	a cla	aimant shall not be denied benefits because of the
3	claimant'	s regu	ılar attendance at a vocational training or
4	retrainin	g cou:	rse [which] that the director has approved and
5	continues	from	time to time to approve for the claimant. The
6	director	may a	oprove [such] <u>a</u> course for a claimant only if:
7	(1)	The	training activity is authorized under [titles I,
8		II,	III, and IV (except on-the-job training) of the
9		Job	Partnership Training Act (P.L. 97-300); the
10		Work	force Innovation and Opportunity Act, Public Law
11		113-	128; or
12	(2)	All	of the following conditions apply:
13		(A)	Reasonable employment opportunities for which the
14			claimant is fitted by training and experience do
15			not exist in the locality or are severely
16			curtailed;
17		(B)	The training course relates to an occupation or
18			skill for which there are, or are expected to be
19			in the immediate future, reasonable employment
20			opportunities in the locality;

1	(C) The training course is offered by a competent and
2	reliable agency; and
3	(D) The claimant has the required qualifications and
4	aptitudes to complete the course successfully."
5	SECTION 3. Section 383-36, Hawaii Revised Statutes, is
6	amended to read as follows:
7	"§383-36 Notice of determinations. Notice of a
8	determination or redetermination upon a claim shall be promptly
9	given to the claimant[, by delivery thereof or by mailing the
10	notice] by electronic notification; provided that the claimant
11	may elect to receive notice by mail, in which case the notice
12	shall be mailed to the claimant's last known address. In
13	addition, notice of a determination or redetermination with
14	respect to the first week of a benefit year shall be given to
15	each employer by whom the claimant was employed during the
16	claimant's base period, and to the last employing unit by whom
17	the claimant was employed, and notice of any determination or
18	redetermination [which] that involves the application of section
19	383-30 shall be given to the last employing unit by whom the
20	claimant was employed, in every case by [delivery thereof to
21	such party or] electronic notification unless an election was

- 1 made to receive notices by mail, and in that case, by mailing
- 2 the notice to the party's last known address. The date of
- 3 electronic notification shall be equivalent to the mailing
- 4 date."
- 5 SECTION 4. Section 383-38, Hawaii Revised Statutes, is
- 6 amended as follows:
- 7 1. By amending subsections (a) and (b) to read:
- 8 "(a) The claimant or any other party entitled to notice of
- 9 a determination or redetermination as herein provided may file
- 10 an appeal from the determination or redetermination at the
- 11 office of the department in the county in which the claimant
- 12 resides or in the county in which the claimant was last
- 13 employed, or with a copy of the contested determination at the
- 14 employment security appeals referee's office, within ten days
- 15 after the date of mailing of the notice to the claimant's or
- 16 party's last known address, or if the notice is not mailed,
- 17 within ten days after the date of [delivery] the electronic
- 18 notification of the notice to the claimant or party. The
- 19 department may for good cause extend the period within which an
- 20 appeal may be filed to thirty days. The notice of a
- 21 determination or redetermination shall be final and shall be



- 1 binding upon each party unless an appeal is filed by a party
- 2 pursuant to this subsection. Written notice of a hearing of an
- 3 appeal shall be sent by electronic notification or by first
- 4 class, nonregistered, noncertified mail to the claimant's or
- 5 party's last known address at least twelve days [prior to]
- 6 before the initial hearing date.
- 7 (b) The appeal under subsection (a) shall be heard in the
- 8 county in which the appeal is filed, except that the department
- 9 may by its rules provide for the holding of a hearing in another
- 10 county with the consent of all parties or where necessary in
- 11 order that a fair and impartial hearing may be had, and may
- 12 provide for the taking of depositions. Unless the appeal is
- 13 withdrawn with the permission of the referee, the referee after
- 14 affording the parties reasonable opportunity for a fair hearing
- 15 shall make findings and conclusions and on the basis thereof
- 16 affirm, modify, or reverse such determination or
- 17 redetermination. The parties to any appeal shall be promptly
- 18 notified of the decision of the referee and shall be furnished
- 19 with a copy of the decision and the findings and conclusions in
- 20 support thereof and the decisions shall be final and shall be
- 21 binding upon each party unless a proceeding for judicial review

- 1 is [initiated] filed by the party pursuant to section 383-41;
- 2 provided that within the time provided for taking an appeal and
- 3 prior to the filing of a notice of appeal, the referee may
- 4 reopen the matter, upon the application of the director or any
- 5 other party, or upon the referee's own motion, and thereupon may
- 6 take further evidence or may modify or reverse the referee's
- 7 decision, findings, or conclusions. If the matter is reopened,
- 8 the referee shall render a further decision in the matter either
- 9 reaffirming or modifying or reversing the referee's original
- 10 decision, and notice shall be given thereof in the manner
- 11 hereinbefore provided. Upon reopening, the referee who heard
- 12 the original appeal shall reconsider the matter, except where
- 13 the referee is no longer employed as a referee or the referee
- 14 disqualifies oneself from reconsidering the referee's decision."
- 15 2. By amending subsections (d) and (e) to read:
- "(d) If a claimant or party does not receive the written
- 17 notice under subsection (a), a second written notice shall be
- 18 sent by certified mail or by electronic notification, and the
- 19 hearing on the appeal shall be rescheduled accordingly.
- 20 (e) [Upon application to, and approval by, the employment
- 21 security appeals referee's office, a claimant or party to an

S.B. NO. 716 S.D. 1

- 1 appeal may elect to receive hearing notices, decisions, and
- 2 other appeal documents from the referee's office in electronic
- 3 format in lieu of notice by mail. The date of electronic
- 4 transmission is equivalent to the mailing date for purposes of
- 5 this section. A claimant or party shall receive hearing
- 6 notices, decisions, and other appeal documents from the
- 7 referee's office by electronic notification, unless an election
- 8 was made to receive notices, decisions, and other appeal
- 9 documents from the referee's office by mail, and in that case,
- 10 the notices, decisions, and other appeal documents will be
- 11 mailed to the claimant's or party's last known address. The
- 12 date of electronic notification shall be equivalent to the
- 13 mailing date. Electronic notification status may be rescinded
- 14 at any time by the referee's office, claimant, or any party upon
- 15 written notification."
- 16 SECTION 5. Section 383-163.6, Hawaii Revised Statutes, is
- 17 amended by amending subsection (a) to read as follows:
- 18 "(a) An individual filing a new claim for unemployment
- 19 compensation shall, at the time of filing the claim, be advised
- **20** that:

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S.B. NO. 716 S.D. 1

2		state income tax;
3	(2)	Requirements exist pertaining to estimated tax
4		payments;
5	(3)	The individual may elect to have federal income tax
6		deducted and withheld from the individual's payment of
7		unemployment compensation at the amount specified in
8		the federal Internal Revenue Code;
9	(4)	The individual may elect to have state income tax
10		deducted and withheld from the individual's payment of
11		unemployment compensation at the amount specified in
12		section 235-69;
13	(5)	The individual may elect to have state and local
14		income taxes deducted and withheld from the
15		individual's payment of unemployment compensation for
16		other states and localities outside this State at the
17		percentage established by the state or locality, if
18		the department by agreement with the other state or
19		locality is authorized to deduct and withhold income
20		tax; and

(1) Unemployment compensation is subject to federal and

1	(6) The individual shall be permitted to change a
2	previously elected withholding status [no more than
3	once] during a benefit year."
4	SECTION 6. Section 383-12, Hawaii Revised Statutes, is
5	repealed.
6	[" [§383-12] Requirement to post work availability online.
7	To meet the online registration for work requirements under
8	section 383-29(a), the department shall:
9	(1) Allow an individual to post the required information
10	independently on the department's internet job-
11	matching system; or
12	(2) Accept information provided by the individual in the
13	form prescribed by the department, and enter the
14	necessary information on the department's internet
15	job-matching system for the individual.
16	The employment office shall provide the necessary
17	information to the unemployment office for the purpose of
18	determining whether the individual's registration for work
19	requirements-have been-met."]
20	SECTION 7. Statutory material to be repealed is bracketed
21	and stricken. New statutory material is underscored.

- 1 SECTION 8. This Act shall take effect upon its approval;
- 2 provided that sections 3 and 4 shall take effect on April 1,
- **3** 2027.

Report Title:

DLIR; Hawaii Employment Security Law; Unemployment Benefits; Registration for Work; Electronic Notice; Waiver; Deregulation

Description:

Expands the circumstances where the Department of Labor and Industrial Relations may waive the requirements for individuals to register to work and report to an employment office to be eligible for unemployment benefits. Authorize the Department to allow individuals to report to a location other than an employment office or other location approved pursuant to its rules. Beginning 4/1/2027, requires notices of determinations and documentation relating to appeals to be sent electronically, unless the election for mail is made. Allows an individual to change an elected withholding status more than once during a benefit year. Repeals the statutory definition of "registered for work" or "registration for work". Repeals the requirement for individuals to post their work availability online to be eligible for unemployment benefits. (SD1)

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