

ACT 385

S.B. NO. 1551

A Bill for an Act Relating to the Employees' Retirement System.

*Be It Enacted by the Legislature of the State of Hawaii:*

SECTION 1. Part II of chapter 88, Hawaii Revised Statutes, is amended by adding a new section to be appropriately designated and to read as follows:

**"§88- Purchasing credits for military service.** Any member of the system who has rendered honorable active military service for which the member is not receiving or is not eligible to receive a military pension, and who has at least eight years of credited service in the system, may purchase up to four years of membership service credit for active military service or for the actual number of years of active military service, whichever is less. Membership service credit may be purchased as follows:

- (1) Any member with eight years of credited service may purchase up to two years of membership service credit;
- (2) Any member with twenty years of credited service may purchase up to three years of membership service credit; and
- (3) Any member with twenty-five years of credited service may purchase up to four years of membership service credit.

Active military service in the military reserve or National Guard is not considered active military service unless in time of war or declared national or state emergency. Purchase of those membership service credits shall be in accordance with sections 88-59 and 88-272(4)(B).

Any violation of this section shall result in the forfeiture of the amount of the purchase of membership service pursuant to sections 88-59 and 88-272(4)(B) and loss of benefits for such military service."

SECTION 2. New statutory material is underscored.<sup>1</sup>

SECTION 3. This Act shall take effect on July 1, 1989.

(Approved June 27, 1989.)

**\* Note**

1. Edited pursuant to HRS §23G-16.5.