S.B. NO. 731

JAN 17 2025

A BILL FOR AN ACT

RELATING TO THE EMPLOYEES' RETIREMENT SYSTEM.

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

SECTION 1. The legislature finds that Act 179, Session
 Laws of Hawaii 2010, amended chapter 88, Hawaii Revised
 Statutes, to clarify the circumstances under which a retirant of
 the State's employees' retirement system may be reemployed
 without the suspension of the retirant's benefits and to provide
 remedies if a retirant is reemployed in violation of that
 chapter or any administrative rule adopted thereunder.

8 The legislature further finds that there is a labor
9 shortage that makes it difficult to fill investigator positions
10 in the departments of law enforcement and the attorney general.

Accordingly, the purpose of this Act is to establish an additional category of retirants who may be employed without reenrollment in the employees' retirement system and without loss or interruption of benefits.

15 SECTION 2. Section 88-9, Hawaii Revised Statutes, is 16 amended as follows:

17 1. By amending subsection (d) to read:

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"(d) A retirant may be employed without reenrollment in 2 the system and suffer no loss or interruption of benefits 3 provided by the system or under chapter 87A if the retirant is 4 employed: 5 As an elective officer pursuant to section 88-42.6(c) (1)6 or as a member of the legislature pursuant to section 7 88-73(d); 8 (2)As a juror or precinct official; 9 (3) As a part-time or temporary employee excluded from 10 membership in the system pursuant to section 88-43, as 11 a session employee excluded from membership in the 12 system pursuant to section 88-54.2, as the president 13 and chief executive officer of the Hawaii tourism 14 authority excluded from membership in the system 15 pursuant to section 201B-2, or as any other employee 16 expressly excluded by law from membership in the 17 system; provided that: 18 The retirant was not employed by the State or a (A) 19 county during the six calendar months [prior to] 20 before the first day of reemployment; and

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1		(B)	No agreement was entered into between the State
2			or a county and the retirant, [prior to] <u>before</u>
3			the retirement of the retirant, for the return to
4			work by the retirant after retirement;
5	(4)	In a	position identified by the appropriate
6		juri	sdiction as a labor shortage or difficult-to-fill
7		posi	tion; provided that:
8		(A)	The retirant was not employed by the State or a
9			county during the twelve calendar months [prior
10			to] <u>before</u> the first day of reemployment;
11		(B)	No agreement was entered into between the State
12			or a county and the retirant, [prior to] <u>before</u>
13			the retirement of the retirant, for the return to
14			work by the retirant after retirement; and
15		(C)	Each employer shall contribute to the pension
16			accumulation fund the required percentage of the
17			rehired retirant's compensation to amortize the
18		,	system's unfunded actuarial accrued liability;
19			[or]
20	(5)	As a	teacher or an administrator in a teacher shortage
21		area	identified by the department of education or in a

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1		char	ter school or as a mentor for new classroom	
2				
2		teachers; provided that:		
3		(A)	The retirant was not employed by the State or a	
4			county during the twelve calendar months [prior	
5			to] <u>before</u> the first day of reemployment;	
6		(B)	No agreement was entered into between the State	
7			or a county and the retirant [prior to] before	
8			the retirement of the retirant, for the return to	
9			work by the retirant after retirement; and	
10		(C)	The department of education or charter school	
11			shall contribute to the pension accumulation fund	
12			the required percentage of the rehired retirant's	
13			compensation to amortize the system's unfunded	
14			actuarial accrued liability[+]; or	
15	(6)	As an investigator identified by the department of law		
16		enforcement or department of the attorney general as a		
17		labor shortage or difficult-to-fill position; provided		
18		that:		
19		<u>(A)</u>	The retirant was not employed by the State or a	
20			county during the six calendar months before the	
21			first day of reemployment;	



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1	<u>(B)</u>	No agreement was entered into between the State				
2		or a county and the retirant, before the				
3		retirement of the retirant, for the return to				
4		work by the retirant after retirement; and				
5	<u>(C)</u>	The department of law enforcement or department				
6		of the attorney general, as applicable, shall				
7		contribute the required percentage of the rehired				
8		retirant's compensation to the pension				
9		accumulation fund to amortize the system's				
10		unfunded actuarial accrued liability."				
11	1 2. By amending subsection (f) to read:					
12	"(f) No later than twenty days prior to the convening of					
13	each regular legislative session, the director of human					
14	resources of the appropriate state jurisdiction or the human					
15	resources management chief executive of each county shall submit					
16	an annual report to the legislature detailing the employment of					
17	retirants under paragraphs (4) [and], (5), and (6) of subsection					
18	(d), including the number and positions of retirants."					
19	SECTION 3. Statutory material to be repealed is bracketed					
20	and stricken. New statutory material is underscored.					
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1 SECTION 4. This Act shall take effect on July 1, 2025. 2 INTRODUCED BY: Jun D. Coit. BK

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Report Title:

DLE; AG; ERS; DHRD; Counties; Retirees; Benefits; Investigators; Reports

Description:

Allows a retirant employed as an investigator identified by the Department of Law Enforcement or Department of the Attorney General as a labor shortage or difficult-to-fill position to be rehired without reenrollment in the Employees' Retirement System and without a loss or interruption of retirement benefits, subject to certain conditions. Requires annual reports to the Legislature to include details on the employment of retirants as investigators.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

