THE SENATE THIRTY-SECOND LEGISLATURE, 2024 STATE OF HAWAII S.B. NO. $^{3281}_{S.D. 2}$

A BILL FOR AN ACT

RELATING TO CULTURE AND THE ARTS.

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

1 SECTION 1. The legislature finds that, pursuant to 2 Act 398, Session Laws of Hawaii 1988, the Bernice Pauahi Bishop 3 Museum was designated as the State of Hawaii Museum of Natural 4 and Cultural History and, pursuant to Act 291, Session Laws of 5 Hawaii 2007, the Friends of Iolani Palace was designated as the 6 State of Hawaii Museum of Monarchy History. The legislature 7 also finds that the intent of these designations was to provide 8 the museums with a reliable funding source so that they would no 9 longer be dependent on grants and private donations. The 10 legislature further finds that, during the regular session of 11 2022, \$7,500,000 was appropriated to the State of Hawaii Museum 12 of Natural and Cultural History and \$2,000,000 was appropriated 13 to the State of Hawaii Museum of Monarchy History.

The legislature believes that to ensure that the operations of the museums are in alignment with the State's vision, two ex officio, non-voting members, to be selected from certain state agencies, should be added to board of directors of each museum.

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1	The	purpose	of	this	Act	is	to:

- 2 (1) Require that the State of Hawaii Museum of Natural and
 3 Cultural History and the State of Hawaii Museum of
 4 Monarchy History boards of directors each include two
 5 ex officio, non-voting members, to be selected by each
 6 board, representing state agencies and departments
 7 that are in direct partnership with each museum on
 8 projects that benefit the State of Hawaii;
- 9 (2) Require the State of Hawaii Museum of Natural and
 10 Cultural History to submit an annual report to the
 11 legislature;
- 12 (3) Establish standards and conditions that the State of
 13 Hawaii Museum of Natural and Cultural History must
 14 meet to receive state funds;
- 15 (4) Redesignate the Hawaii Museum of Natural and Cultural
 16 History as the Hawaii Museum of Natural and Indigenous
 17 History; and
- 18 (5) Appropriate funds for the renovation of Bishop Hall.
 19 SECTION 2. Section 6E-17, Hawaii Revised Statutes, is
 20 amended as follows:
- 21 1. By amending subsection (a) to read:



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1 "(a) There is established a Hawaii archaeological data 2 survey database designated as a program of the State of Hawaii 3 Museum of Natural and [Cultural] Indigenous History. The 4 database shall be online and accessible to the public through the 5 Internet. The information within the database may include 6 information relating to the collections of the Bernice Pauahi 7 Bishop Museum, publicly available materials, and materials from 8 private entities or organizations. The database may include 9 archaeological information such as reports, photographs, 10 drawings, maps, and archived documents. The database may also 11 include compilations of collections information from public and 12 private repositories including: 13 A description of the types and amounts of materials (1) 14 and associated documentation in each collection; 15 A listing of the owner or owners of all materials and (2) 16 associated documentation in each collection; A general assessment of the condition of the 17 (3) 18 components of each collection; and 19 Other relevant information pertaining to each (4) 20 collection.

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The data survey database shall be developed and maintained by
 the State of Hawaii Museum of Natural and [Cultural] Indigenous
 History, in consultation with the state historic preservation
 division and other appropriate state and federal agencies and
 private organizations."

6 2. By amending subsection (c) to read:

7 "(c) The State of Hawaii Museum of Natural and [Cultural] Indigenous History, in consultation with the office of Hawaiian 8 9 affairs and the state historic preservation division, may 10 temporarily or permanently withhold from the database any 11 information due to a valid threat of destruction or loss of the 12 information, or if disclosure may frustrate the legitimate and necessary function of protecting a valuable archaeological site 13 14 or artifact. The entities shall determine what information shall be withheld from the data survey; provided that prior 15 16 consultation is sought with any affected state or federal 17 governmental agencies, or private individuals or organizations." SECTION 3. Section 6E-35, Hawaii Revised Statutes, is 18 19 amended to read as follows:



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1 Iolani Palace. (a) The official designation of "§6E-35 2 the palace of the former monarchs of Hawaii shall be Iolani 3 Palace. 4 The official designation of the Friends of Iolani (b) Palace shall be the State of Hawaii Museum of Monarchy 5 6 History[-]; provided that effective July 1, 2024, in order for 7 the designation to remain in effect, the board of directors 8 shall include two ex officio, non-voting members, to be selected 9 by the board representing state agencies and departments that 10 are in direct partnership with the State of Hawaii Museum of 11 Monarchy History on projects that benefit the State of Hawaii. 12 (c) The qualifying standards and conditions related to the 13 receipt of funds under chapter 42F shall not apply to funds 14 received by the State of Hawaii Museum of Monarchy History; 15 provided that if the museum contracts with a recipient or 16 provider, then the qualifying standards, conditions, and other 17 provisions of chapter 42F shall apply to the recipient or 18 provider and the contract.

19 [(c)] (d) To receive state funds, the State of Hawaii
 20 Museum of Monarchy History shall:

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1	(1)	Be licensed or accredited, in accordance with federal,
2		state, or county statutes, rules, or ordinances, to
3		conduct the activities or provide the services for
4		which funds are appropriated;
5	(2)	Comply with all applicable federal and state laws
6		prohibiting discrimination against any person on the
7		basis of race, color, national origin, religion,
8		creed, sex, age, sexual orientation, or disability;
9	(3)	Agree not to use the funds for entertainment or
10		lobbying activities;
11	(4)	Be incorporated under the laws of the State;
12	(5)	Have bylaws or policies that describe the manner in
13		which the activities or services for which a grant is
14		awarded shall be conducted or provided;
15	(6)	Have been determined and designated to be a tax-exempt
16		organization by the Internal Revenue Service; and
17	(7)	Have a governing board whose [members] membership
18		shall include two ex officio, non-voting members, and
19		other members who shall have no material conflict of
20		interest and serve without compensation.

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[(d)] (e) The comptroller and state auditor shall have the
 authority to examine the use of funds appropriated to the State
 of Hawaii Museum of Monarchy History.

[(e)] (f) The State of Hawaii Museum of Monarchy History
shall provide to the legislature an annual report no later than
twenty days prior to the convening of each regular session,
which shall include an explanation of the facility maintenance
and other functions accomplished by state fund expenditures in
the previous fiscal year."

10 SECTION 4. Section 6E-40, Hawaii Revised Statutes, is 11 amended to read as follows:

12 "§6E-40 Bernice Pauahi Bishop Museum. (a) The official 13 designation of the Bernice Pauahi Bishop Museum shall be the 14 State of Hawaii Museum of Natural and [Cultural] Indigenous History [-]; provided that effective July 1, 2024, in order for 15 16 the designation to remain in effect, the board of directors 17 shall include two ex officio, non-voting members, to be selected 18 by the board representing state agencies and departments that 19 are in direct partnership with the State of Hawaii Museum of 20 Natural and Indigenous History on projects that benefit the 21 State of Hawaii.



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1 (b) The qualifying standards and conditions related to the 2 receipt of funds contained in chapter 42F shall not apply to 3 funds received by the State of Hawaii Museum of Natural and 4 [Cultural] Indigenous History; provided that if the museum in 5 turn contracts with a recipient or provider, then the qualifying 6 standards, conditions, and other provisions of chapter 42F shall 7 apply to the recipient or provider and the contract. 8 (c) The State of Hawaii Museum of Natural and Indigenous History shall provide to the legislature an annual report no 9 10 later than twenty days prior to the convening of each regular 11 session, which shall include an explanation of the facility maintenance and other functions accomplished by state fund 12 13 expenditures in the previous fiscal year. 14 To receive state funds, the State of Hawaii Museum of (d) 15 Natural and Indigenous History shall: 16 Be licensed or accredited, in accordance with federal, (1) 17 state, or county statutes, rules, or ordinances, to 18 conduct the activities or provide the services for 19 which funds are appropriated; 20 (2) Comply with all applicable federal and state laws 21 prohibiting discrimination against any person on the



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1		basis of race, color, national origin, religion,
2		creed, sex, age, sexual orientation, or disability;
3	(3)	Agree not to use the funds for entertainment or
4		lobbying activities;
5	(4)	Be incorporated under the laws of the State;
6	(5)	Have bylaws or policies that describe the manner in
7		which the activities or services for which a grant is
8		awarded shall be conducted or provided;
9	(6)	Have been determined and designated to be a tax-exempt
10		organization by the Internal Revenue Service; and
11	(7)	Have a governing board whose membership shall include
12	•	two ex officio, non-voting members, and other members
13		who shall have no material conflict of interest and
14	•	serve without compensation.
15	<u>(e)</u>	The comptroller and state auditor shall have the
16	authority	to examine the use of funds appropriated to the State
17	of Hawaii	Museum of Natural and Indigenous History."
18	SECT	ION 5. Section 6E-61, Hawaii Revised Statutes, is
19	amended t	o read as follows:
20	" [+]	S6E-61[] Biological survey; designation. A Hawaii
21	biologica	l survey is established and designated as a program of

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1 the State of Hawaii [museum of natural and cultural history.] 2 Museum of Natural and Indigenous History. The survey shall 3 consist of an ongoing natural history inventory of the Hawaiian 4 archipelago to locate, identify, evaluate, and maintain the reference collections of all native and non-native species of 5 6 flora and fauna within the State for a wide range of uses. The 7 survey shall coordinate with and complement the work of the 8 Hawaii heritage program, established by chapter 195, which 9 manages data on rare native plants, animals, and natural 10 communities throughout the State. To expand the use, control, 11 and knowledge of biological species, the survey shall also be 12 conducted in coordination with the existing databases of the 13 department of agriculture, the department of land and natural 14 resources, the [University] university of Hawaii, and other 15 appropriate organizations."

SECTION 6. In accordance with section 9 of article VII of the Hawaii State Constitution and sections 37-91 and 37-93, Hawaii Revised Statutes, the legislature has determined that the appropriations contained in Act 164, Regular Session of 2023, and this Act will cause the state general fund expenditure ceiling for fiscal year 2024-2025 to be exceeded by \$

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1 or per cent. This current declaration takes into account 2 general fund appropriations authorized for fiscal year 2024-2025 3 in Act 164, Regular Session of 2023, and this Act only. The 4 reasons for exceeding the general fund expenditure ceiling are 5 that:

6 (1) The appropriation made in this Act is necessary to
7 serve the public interest; and

8 (2) The appropriation made in this Act meets the needs9 addressed by this Act.

SECTION 7. There is appropriated out of the general
revenues of the State of Hawaii the sum of \$ or so much
thereof as may be necessary for fiscal year 2024-2025 for the
renovation of Bishop Hall.

14 The sum appropriated shall be expended by the state 15 foundation on culture and the arts for the purposes of this Act. 16 SECTION 8. Statutory material to be repealed is bracketed 17 and stricken. New statutory material is underscored.

18

SECTION 9. This Act shall take effect on July 1, 2050.



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Report Title:

State of Hawaii Museum of Natural and Indigenous History; State of Hawaii Museum of Monarchy History; Report; Standards and Conditions for Receipt of Funds; Appropriation; General Fund Expenditure Ceiling Exceeded

Description:

Requires that the State of Hawaii Museum of Natural and Indigenous History and the State of Hawaii Museum of Monarchy History boards of directors each include 2 ex officio, non-voting members, to be selected from partnering state agencies and departments. Requires the State of Hawaii Museum of Natural and Indigenous History to submit an annual report to the Legislature. Establishes standards and conditions that the State of Hawaii Museum of Natural and Indigenous History must meet to receive state funds. Makes an appropriation. Declares that the appropriation exceeds the state general fund expenditure ceiling for 2024-2025. Effective 7/1/2050. (SD2)

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

