

JAN 22 2007

A BILL FOR AN ACT

RELATING TO SALARY PAYMENTS.

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

1 SECTION 1. Section 40-53, Hawaii Revised Statutes, is
2 amended by amending subsection (a) to read as follows:

3 "(a) All payments for permanent settlements, specific and
4 all other salaries, [~~excepting that of the comptroller and~~
5 ~~deputy comptroller,~~] shall be drawn by the comptroller, payable
6 to each individual to whom the State is directly indebted,
7 except as provided for in section 40-58. No permanent
8 settlements nor salary checks shall be paid by the director of
9 finance until the person in whose favor the check is drawn shall
10 have indorsed the person's signature thereon. [~~The salaries of~~
11 ~~the comptroller and deputy comptroller shall be paid by the~~
12 ~~director when due as in this chapter provided upon checks~~
13 ~~approved by the governor.]"~~

14 SECTION 2. Statutory material to be repealed is bracketed
15 and stricken.

16 SECTION 3. This Act shall take effect upon its approval.

S.B. NO. 1311

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INTRODUCED BY: _____

2

BY REQUEST

JUSTIFICATION SHEET

DEPARTMENT: Accounting and General Services

TITLE: A BILL FOR AN ACT RELATING TO SALARY PAYMENTS.

PURPOSE: Eliminating the need for the Governor to physically sign paychecks.

MEANS: Amend section 40-53(a), Hawaii Revised Statutes.

JUSTIFICATION: When section 40-53(a) Hawaii Revised Statutes was enacted, paychecks were manually issued and signed. With the existing internal controls and the change to direct deposits of net pay to financial institutions, manual signing of paychecks is no longer required.

Impact on the public: None.

Impact on the department and other agencies: This change will result in more efficient use of staff time and resources.

GENERAL FUND: None.

OTHER FUNDS: None.

PPBS PROGRAM DESIGNATION: Not applicable.

OTHER AFFECTED AGENCIES: Office of the Governor.

EFFECTIVE DATE: Upon approval.