## A BILL FOR AN ACT

RELATING TO EDUCATION.

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

SECTION 1. The legislature finds that the establishment of 1 a revolving fund for the department of education's office of 2 Hawaii child nutrition program is necessary to account for the 3 receipts from the administrative fees charged to the recipient 4 agencies for the distribution of federal commodity foods. 5 The legislature further finds that the United States 6 Department of Agriculture Food and Nutrition Service, Western 7 Region Office monitors and approves the administrative fees 8 charged to the recipient agencies. However, federal 9 legislation does not allow the department of education to expend 10 federal moneys for the operations of the state contracted 11 12 warehouses. The purpose of this Act is to create a revolving fund for 13 14 the collection and disbursement of generated revenue to support

the administration and operation of the department of education

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food distribution program.

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1	SECTION 2. Chapter 302A, Hawaii Revised Statutes, is		
2	amended by adding a new section to be appropriately designated		
3	and to read as follows:		
4	"§302A- Food distribution program revolving fund. (a)		
5	There is	established the food distribution program revolving	
6	fund to be administered by the department of education.		
7	(b)	The food distribution program revolving fund shall	
8	consist of:		
9	(1)	Administrative fees collected by the department for	
10		administering and operating the food distribution	
11		program;	
12	(2)	All interest earned on the deposit or investment of	
13		moneys in the food distribution program revolving	
14		fund; and	
15	(3)	Any other moneys made available to the food	
16		distribution program revolving fund from other	
17		sources.	
18	(c)	The revolving fund shall be used by the department for	
19	the collection and disbursement of generated revenue to support		
20	the admin	istration and operation of the food distribution	
21	program.		

# H.B. NO. 3

1	<u>(d)</u>	The food distribution program revolving fund shall not	
2	exceed the	e sum of \$2,000,000, or so much thereof as may be	
3	necessary,	to pay for services rendered by the state contracted	
4	warehouses	s for the distribution of federal commodity foods to	
5	the recipient agencies.		
6	<u>(e)</u>	The food distribution program revolving fund shall not	
7	be used for:		
8	(1)	Consultant or personal services rendered;	
9	(2)	Travel expenses that may include conference	
10		registration, per diem, and airfare; or	
11	<u>(3)</u>	Purchase of furniture, equipment, computer hardware,	
12		or office supplies."	
13	SECTION 3. New statutory material is underscored.		
14	SECTION 4. This Act shall take effect on July 1, 2007.		
15		REA	
		INTRODUCED BY:	
		tzla B. Beg	
		JAN 1 7 2007	

### Report Title:

DOE; Revolving Fund; Food Distribution Program

### Description:

Establishes food distribution program revolving fund to support the administration and operation of the food distribution program. Fund is not to exceed \$2,000,000 from revenues generated.