## A BILL FOR AN ACT

RELATING TO IOLANI PALACE.

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

- 1 SECTION 1. Section 6E-35, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "S6E-35 Iolani Palace. (a) The official designation of
- 4 the palace of the former monarchs of Hawaii shall be Iolani
- 5 Palace.
- 6 (b) The official designation of the Friends of Iolani
- 7 Palace shall be the State of Hawaii Museum of Monarchy History.
- 8 The qualifying standards and conditions related to the receipt
- 9 of funds under chapter 42F shall not apply to funds received by
- 10 the State of Hawaii Museum of Monarchy History; provided that if
- 11 the museum contracts with a recipient or provider, then the
- 12 qualifying standards, conditions, and other provisions of
- 13 chapter 42F shall apply to the recipient or provider and the
- 14 contract.
- (c) In order to receive state funds, the State of Hawaii
- 16 Museum of Monarchy History shall:

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		and
10	(3)	Agree not to use the funds for entertainment or
11		lobbying activities.
12	<u>(d)</u>	In order to receive state funds, the State of Hawaii
13	Museum of	Monarchy History shall:
14	<u>(1)</u>	Be incorporated under the laws of the State;
15	(2)	Have bylaws or policies that describe the manner in
16		which the activities or services for which a grant or
		subsidy is awarded shall be conducted or provided;
17	(3)	
17 18	(3)	Have been determined and designated to be a tax-exempt
	(3)	Have been determined and designated to be a tax-exempt organization by the Internal Revenue Service; and
18	(4)	
18 19		organization by the Internal Revenue Service; and

- 1 [<del>(c)</del>] (e) The comptroller and state auditor shall have the
- 2 authority to examine the use of funds appropriated to the State
- 3 of Hawaii Museum of Monarchy History.
- 4  $\left[\frac{\{(d)\}}{\}}\right]$  (f) The State of Hawaii Museum of Monarchy History
- 5 shall provide to the legislature an annual report no later than
- 6 twenty days prior to the convening of each regular session,
- 7 which shall include an explanation of the facility maintenance
- 8 and other functions accomplished by state fund expenditures in
- 9 the previous fiscal year."
- 10 SECTION 2. Statutory material to be repealed is bracketed
- 11 and stricken. New statutory material is underscored.
- 12 SECTION 3. This Act shall take effect upon its approval.

## Report Title:

Iolani Palace; Standards and Conditions for Receipt of Funds

## Description:

Establishes standards and conditions that the State of Hawaii Museum of Monarchy History must meet in order to receive state funds. (SB2433 SD2)