HOUSE OF REPRESENTATIVES TWENTY-FIFTH LEGISLATURE, 2010 STATE OF HAWAII

H.B. NO. 2302

#### A BILL FOR AN ACT

RELATING TO INFORMATION TECHNOLOGY.

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

1 SECTION 1. The purpose of this Act is to establish a 2 central office to coordinate information technology policies 3 throughout state government and to improve information 4 technology performance and efficiency. Increased information 5 technology efficiency across state departments and agencies will 6 permit the State to benefit from substantial cost savings by 7 implementing a centrally coordinated planning and implementation 8 process for common information technology systems, software, and 9 To serve this purpose, this Act creates the office of hardware. 10 information technology, the position of chief information 11 officer, and a shared services technology special fund.

Participating state departments and agencies shall contribute to the shared services technology fund so that the fund may take advantage of bulk purchases and coordinated multi-department and statewide contracts and agreements to generate overall cost reductions through economies of scale and decreased administrative burdens. The chief information officer

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1 shall oversee the fund and shall administer shared services 2 including technology contracts; project and procurement 3 management; computer security administration; voice and data 4 communications and messaging services, software, hardware, 5 infrastructure and support; and data center and disaster 6 recovery facilities management and services. 7 SECTION 2. Section 26-6, Hawaii Revised Statutes, is 8 amended by amending subsection (b) to read as follows: 9 "(b) The department shall: 10 Preaudit and conduct after-the-fact audits of the (1) 11 financial accounts of all state departments to 12 determine the legality of expenditures and the 13 accuracy of accounts; 14 Report to the governor and to each regular session of (2) 15 the legislature as to the finances of each department 16 of the State; 17 (3) Administer the state risk management program; 18 (4) Establish and manage motor pools; 19 (5) Manage the preservation and disposal of all records of

(6) Undertake the program of centralized engineering and
 office leasing services, including operation and



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1 maintenance of public buildings, for departments of 2. the State; 3 Undertake the functions of the state surveyor; (7)4 (8) Establish accounting and internal control systems; 5 [(9) Provide centralized computer information management and processing services, coordination-in-the-use-of 6 7 all information processing equipment, software, 8 facilities, and services in the executive branch of 9 the State, and consultation and support services in 10. the use of information processing and management 11 technologies to improve the efficiency, effectiveness, 12 and productivity of state government programs; ] and 13 [(10)] (9) Establish, coordinate, and manage a program to 14 provide a means for public access to public 15 information and develop and operate an information 16 network in conjunction with its overall plans for 17 establishing a communication backbone for state 18 government." SECTION 3. Section 26-9, Hawaii Revised Statutes, is 19 20 amended to read as follows: 21 "§26-9 Department of commerce and consumer affairs. (a)

The department of commerce and consumer affairs shall be headed



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by a single executive to be known as the director of commerce
 and consumer affairs.

3 The department shall protect the interests of (b) 4 consumers, depositors, and investors throughout the State. It 5 shall set standards and enforce all laws and rules governing the 6 licensing and operation of, and register and supervise the 7 conduct of, trades, businesses, and professions, including 8 banks, insurance companies, brokerage firms, and other financial 9 institutions.

10 The board of acupuncture, board of public accountancy, (C) board of barbering and cosmetology, boxing commission, board of 11 12 chiropractic examiners, contractors license board, board of 13 dental examiners, board of electricians and plumbers, elevator 14 mechanics licensing board, board of professional engineers, 15 architects, surveyors, and landscape architects, board of 16 massage therapy, Hawaii medical board, motor vehicle industry 17 licensing board, motor vehicle repair industry board, board of 18 naturopathic medicine, board of nursing, board of examiners in 19 optometry, pest control board, board of pharmacy, board of 20 physical therapy, board of psychology, board of private 21 detectives and quards, real estate commission, board of 22 veterinary examiners, board of speech pathology and audiology,



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1 and any board, commission, program, or entity created pursuant 2 to or specified by statute in furtherance of the purpose of this 3 section including but not limited to [section 26H-4, or] 4 chapters 484, 514A, 514B, and 514E shall be placed within the 5 department of commerce and consumer affairs for administrative 6 purposes.

7 (d) Except as otherwise provided by this chapter, the
8 functions, duties, and powers, subject to the administrative
9 control of the director of commerce and consumer affairs, and
10 the composition of each board and commission shall be as
11 provided by law.

(e) Notwithstanding any provision to the contrary, the
employment, appointment, promotion, transfer, demotion,
discharge, and job descriptions of all officers and employees
under the administrative control of this department shall be
determined by the director of commerce and consumer affairs
subject only to applicable personnel laws.

(f) The director of commerce and consumer affairs may
appoint a hearings officer or officers not subject to chapter 76
to hear and decide any case or controversy regarding licenses
and the application and enforcement of rules involving any of
the boards, commissions, or regulatory programs within the



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1 department of commerce and consumer affairs. The hearings 2 officer or officers shall have power to issue subpoenas, 3 administer oaths, hear testimony, find facts, and make 4 conclusions of law and a recommended decision; provided that the 5 conclusions and decisions shall be subject to review and **6** ' redetermination by the officer, board, or commission [which] 7 that would have heard the case in the first instance in the 8 absence of a hearings officer. The review shall be conducted in 9 accordance with chapter 91.

10 (g) The director of commerce and consumer affairs may 11 appoint an information officer not subject to chapter 76 who 12 shall ensure the prompt and efficient handling of consumer 13 inquiries and the development of a strong consumer education 14 program.

15 (h) The director may appoint a complaints and enforcement 16 officer not subject to chapter 76 who shall facilitate the 17 receipt, arbitration, investigation, prosecution, and hearing of complaints regarding any person who furnishes commodities, 18· 19 services, or real estate for which a license, registration, or 20 certificate is required from the department or any board, 21 commission, or regulatory program thereunder. In representing 22 the State in bringing any action to enjoin unlicensed,



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1 unregistered, or uncertified activities, the department of 2 commerce and consumer affairs' attorneys shall be empowered to 3 exercise all authority granted to the attorney general and to 4 the director of the office of consumer protection under sections 487-12, 487-14, 480-3.1, 480-15, 480-15.1, 480-20(c), and 5 6 480-22, as these sections now exist and as they subsequently may 7 be amended. The attorneys also shall be [empowered to exercise 8 all-authority granted to the attorney general and to the 9 responsible attorneys of the various counties under section 10 92F-13] subject to chapter 92F in all cases involving documents 11 and records within the custody or control of the regulated 12 industries complaints office.

(i) The functions and authority previously exercised by the treasurer (except funds custody, cash management, debt management, and administering of veterans loans transferred to the department of budget and finance) as constituted are transferred to the department of commerce and consumer affairs established by this chapter.

(j) In the course of an investigation of matters affecting
the interest of consumers, depositors, or investors, or of any
other matter within the jurisdiction of the department, the
director shall have the power to subpoena witnesses, examine
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1 witnesses under oath, and require the production of books,
2 papers, documents, or objects that the director deems relevant
3 or material to the inquiry. Upon application by the director,
4 obedience to the subpoena may be enforced by the circuit court
5 in the county in which the person subpoenaed resides or is found
6 in the same manner as a subpoena issued by the clerk of a
7 circuit court.

8 The director shall appoint and commission one or more 9 investigators as the exigencies of the public service may 10 require. Persons appointed and commissioned under this section 11 may serve subpoenas and serve process and orders pursuant to 12 section 634-21. Nothing in this subsection shall be construed 13 to entitle persons appointed and commissioned by the director to 14 retirement benefits applicable to police officers under chapter 15 88.

(k) The director may adopt, amend, or repeal rules
pursuant to chapter 91 to effectuate the purposes of all laws
within the jurisdiction of the department of commerce and
consumer affairs. The director's authority to adopt rules shall
not modify, impair, or otherwise affect the power of boards and
commissions placed within the department of commerce and
consumer affairs for administrative purposes from adopting,



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amending, or repealing rules, except as provided for in
 subsection (1).

3 (1) Any law to the contrary notwithstanding, the director4 of commerce and consumer affairs may:

5 (1) Establish, increase, decrease, or repeal fees relating
6 to any aspect of the registration, certification,
7 licensure, or any other administrative process for all
8 laws within the jurisdiction of the department.
9 Amendments to fee assessments shall be made pursuant
10 to chapter 91;

11 (2) Assess fees for copies in any form of media of the 12 computerized records of the business registration 13 division or for electronic access to the computerized 14 information on a one-time or on-going basis. The fees 15 charged for the copies or access may include billing 16 service fees, network usage fees, and computer 17 consultant fees. In adopting these fees, the director 18 shall take into account the intent to make the 19 division self-supporting. To this end, the fees may 20 reflect the commercial value of the service or 21 information provided. In the case of requests for 22 records by a nonprofit organization, the director may



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1 reduce or waive the fees. This paragraph shall 2 control in any instance where there is a conflict 3 between this paragraph and any other statute; and 4 Assess fees for copies of consumer and business (3) 5 educational publications prepared or issued by the department. Fees collected under this paragraph shall 6 7 be deposited into the compliance resolution fund under 8 subsection (o). In the case of requests for copies by 9 a nonprofit organization, the director may reduce or 10 waive the fees. For purposes of this paragraph, 11 "consumer and business educational publications" does 12 not include copies of statutes or administrative 13 rules.

14 The fees collected by the professional and vocational 15 licensing division and the business registration division shall 16 be deposited into the compliance resolution fund under 17 subsection (o).

18 The director may appoint program specialists, not subject 19 to chapter 76, to assist with the activities of the professional 20 and vocational licensing division.

(m) Notwithstanding section 92-17 or any other law to the
 contrary, all boards, commissions, and regulatory programs



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placed within the department of commerce and consumer affairs
 for administrative purposes shall delegate their authority to
 receive, arbitrate, investigate, and prosecute complaints to the
 department.

5. Each board and commission, as well as the director, by (n) 6 written order, may delegate to the executive secretary or other 7 personnel of the department any of its powers or duties as it 8 deems reasonable and proper for the administration of the 9. licensing laws that are within the jurisdiction of the 10 department of commerce and consumer affairs. The delegated 11 powers and duties may be exercised by the executive secretary or 12 other personnel of the department in the name of the board, 13 commission, or the director. However, neither a board, a 14 commission, nor the director shall delegate the authority to 15 adopt, amend, or repeal rules or take final disciplinary action 16 against a licensee.

17 (o) Every person licensed under any chapter within the
18 jurisdiction of the department of commerce and consumer affairs
19 and every person licensed subject to chapter 485A or registered
20 under chapter 467B shall pay upon issuance of a license, permit,
21 certificate, or registration a fee and a subsequent annual fee
22 to be determined by the director and adjusted from time to time



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1 to ensure that the proceeds, together with all other fines, 2 income, and penalties collected under this section, do not 3 surpass the annual operating costs of conducting compliance 4 resolution activities required under this section. The fees may 5 be collected biennially or pursuant to rules adopted under 6 chapter 91, and shall be deposited into the special fund 7 established under this subsection. Every filing pursuant to 8 chapter 514E or section 485A-202(a)(26) shall be assessed, upon 9 initial filing and at each renewal period in which a renewal is 10 required, a fee that shall be prescribed by rules adopted under 11 chapter 91, and that shall be deposited into the special fund 12 established under this subsection. Any unpaid fee shall be paid by the licensed person, upon application for renewal, 13 14 restoration, reactivation, or reinstatement of a license, and by 15 the person responsible for the renewal, restoration, 16 reactivation, or reinstatement of a license, upon the 17· application for renewal, restoration, reactivation, or 18 reinstatement of the license. If the fees are not paid, the 19 director may deny renewal, restoration, reactivation, or 20 reinstatement of the license. The director may establish, **21** · increase, decrease, or repeal the fees when necessary pursuant



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1 to rules adopted under chapter 91. The director may also 2 increase or decrease the fees pursuant to section 92-28. 3 There is created in the state treasury a special fund to be 4 known as the compliance resolution fund to be expended by the 5 director's designated representatives as provided by this 6 subsection. Notwithstanding any law to the contrary, all 7 revenues, fees, and fines collected by the department shall be 8 deposited into the compliance resolution fund. Unencumbered 9 balances existing on June 30, 1999, in the cable television fund 10 under chapter 440G, the division of consumer advocacy fund under 11 chapter 269, the financial institution examiners' revolving 12 fund, section 412:2-109, the special handling fund, section 13 414-13, and unencumbered balances existing on June 30, 2002, in 14 the insurance regulation fund, section 431:2-215, shall be 15 deposited into the compliance resolution fund. This provision 16 shall not apply to the drivers education fund underwriters fee, 17 sections 431:10C-115 and 431:10G-107, insurance premium taxes and revenues, revenues of the workers' compensation special 18 19 compensation fund, section 386-151, the captive insurance 20 administrative fund, section 431:19-101.8, the insurance 21 commissioner's education and training fund, section 431:2-214, 22 the medical malpractice patients' compensation fund as



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1 administered under section 5 of Act 232, Session Laws of Hawaii 2 1984, and fees collected for deposit in the office of consumer 3 protection restitution fund, section 487-14, the real estate appraisers fund, section 466K-1, the real estate recovery fund, 4 5 section 467-16, the real estate education fund, section 467-19, 6 the contractors recovery fund, section 444-26, the contractors 7 education fund, section 444-29, and the condominium education 8 trust fund, section 514B-71. Any law to the contrary 9 notwithstanding, the director may use the moneys in the fund to 10 employ, without regard to chapter 76, hearings officers and 11 attorneys. All other employees may be employed in accordance 12 with chapter 76. Any law to the contrary notwithstanding, the 13 moneys in the fund shall be used to fund the operations of the 14 department. The moneys in the fund may be used to train 15 personnel as the director deems necessary and for any other activity related to compliance resolution. 16

17 As used in this subsection, unless otherwise required by 18 the context, "compliance resolution" means a determination of 19 whether:

20 (1) Any licensee or applicant under any chapter subject to
21 the jurisdiction of the department of commerce and
22 consumer affairs has complied with that chapter;



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1	(2)	Any person subject to chapter 485A has complied with
2		that chapter;
3	(3)	Any person submitting any filing required by chapter
4		514E or section 485A-202(a)(26) has complied with
5.		chapter 514E or section 485A-202(a)(26);
6	(4)	Any person has complied with the prohibitions against
7		unfair and deceptive acts or practices in trade or
8.		commerce; [ <del>or</del> ]
9	(5)	Any person subject to chapter 467B has complied with
10		that chapter; <u>or</u>
11	(6)	Any department or agency of the State is in compliance
12		with the information technology policy established
13		pursuant to subsection (p);
14	and inclu	des work involved in or supporting the above functions,
15	licensing	[ au] or registration of individuals or companies
16	regulated	by the department, consumer protection, bringing
17	departmen	ts or agencies of the State into compliance with
18	informatio	on technology policies, and other activities of the
19	departmen	t.
20	The o	director shall prepare and submit an annual report to
21	the govern	nor and the legislature on the use of the compliance



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1	resolution fund. The report shall describe expenditures made
2	from the fund including non-payroll operating expenses.
3	(p) The department shall provide centralized computer
4	information management and processing services; coordinate the
5	use of all information processing equipment, software,
6	facilities, and services for all departments and agencies in the
7	executive branch of the State; and shall consult and provide
8.	support services in the use of information processing and
9	management technologies to improve the efficiency,
10	effectiveness, and productivity of state government programs.
11	There is hereby created within the department the office of
12	information technology to be headed by the chief information
13	officer, who shall be exempt from chapter 76, in order to carry
14	out the purposes of this subsection.
15	The salary of the chief information officer shall be equal
16	to ninety-five per cent of the director of commerce and consumer
17	affairs' salary. The chief information officer shall:
18	(1) Serve as the State's chief information officer;
19	(2) Oversee the development and implementation of a
20	standardized information technology policy for all
21	departments and agencies of the executive branch of
22	the State;
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1	(3)	Be, by reason of education and experience, qualified	
2		to carry out the information and executive functions	
3		of the position created by this subsection;	
4	(4)	Manage and expend the shared services technology	
5		special fund created by this subsection;	
6	(5)	Make rules, pursuant to chapter 91, for the	
7		administration of this subsection and the functions of	
8		the chief information officer; and	
9	(6)	Select and hire additional staff required to carry out	
10		the purposes of this subsection, subject to chapter	
11		<u>76.</u>	
12	Ther	e is created in the state treasury a special fund to be	
13	known as	the shared services technology special fund to be	
14	administered and expended by the chief information officer as		
15	specified in this subsection. Five per cent of the receipts		
16	collected from special funds pursuant to section 36-27 and five		
17	per cent	of all revenues, fees, and fines deposited into the	
18	complianc	e resolution fund under subsection (o) shall be	
19	deposited	into the shared services technology special fund. Any	
20	law to th	e contrary notwithstanding, the moneys in the fund	
21	shall be	used to fund the operations of the office of	
22	informati	on technology, including the employment and training of	
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staff and any other activities to carry out the purposes of this 1 2 subsection as the chief information officer deems necessary. 3 [<del>(p)</del>] (q) Any law to the contrary notwithstanding, the 4 department of commerce and consumer affairs, or any board or 5 commission placed within it for administrative purposes, may 6 contract with professional testing services to prepare, 7 administer, and grade examinations and tests for license 8 applicants. For these purposes, the department may require 9 applicants to pay the examination fee directly to the testing 10 agency.

11 [<del>(q)</del>] (r) Any law to the contrary notwithstanding, when 12 any type of bond or insurance required to be maintained by any 13 licensee under a regulatory program of the department of 14 commerce and consumer affairs, or of any board or commission 15 assigned to the department of commerce and consumer affairs, 16 cannot reasonably be secured, the department, board, or 17 commission may provide by rule for alternative forms of security 18 to the consumer so long as that alternate security is no less 19 than that provided by the type of bond or insurance initially 20 required.

21 [-(r)] (s) Notwithstanding any other law to the contrary, 22 the department of commerce and consumer affairs, or any board or 2010-0439 HB SMA.doc

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commission placed within it for administrative purposes, may
 change any license renewal date by rules adopted in accordance
 with chapter 91.

4  $\left[\frac{(s)}{(s)}\right]$  (t) The director of commerce and consumer affairs 5 may establish advisory committees, the members of which shall 6 serve as consultants to the boards and to the director in their 7 review of licensees referred for possible disciplinary action and as experts to the department for investigations and 8 9 professional vocational licensing matters. Each advisory 10 committee shall be appointed by the director from a list of 11 licensees submitted annually by the board or by referral from 12 the regulated industry for which an advisory committee is 13 appointed. Each member of the committee shall serve until a new 14 committee is established or until the particular case for which 15 the member was designated a consultant or expert has been 16 concluded.

All members of the advisory committee shall serve voluntarily and without compensation, but shall be paid reasonable allowances for travel and expenses that may be incurred as a result of performance of their duties on the committee. The costs shall be paid by the department.



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1	Any	member of the advisory committee shall be immune from
2	civil lia	bility for any act done in connection with this
3	subsectio:	n."
4	SECT	ION 4. Section 27-41, Hawaii Revised Statutes, is
5	amended by	y amending subsection (b) to read as follows:
6	"(b)	The duties of the special advisor shall include but
7	not be li	mited to:
8	(1)	Developing, coordinating, and implementing short- and
9		long-range state policies and directions to enhance
10		the development of high technology industries in
11		Hawaii;
12	(2)	Coordinating all state high technology agencies,
13		except the office of information technology, while
14		developing a plan for reorganization or consolidation
15		of these agencies in the interests of greater
16		efficiency and cost effectiveness;
17	(3)	Advising the private sector in the development of high
18		technology activities and resources and providing
19		technical or other assistance to private industry upon
20		request;



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1	(4)	Creating, disseminating, and updating a listing of all
2		high technology assistance programs in the State and
3		where they can be reached;
4	(5)	Pursuing appropriate public-private sector business
5		partnerships;
6	(6)	Coordinating the State's promotion and marketing of
7		the high technology industry, including a review of
8		current marketing efforts;
9	(7)	Arranging for the conduct of research through
10		contractual services with the University of Hawaii or
11		any agency or other qualified persons;
12	(8)	Encouraging the development of educational, training,
13		and career programs in high technology industries; and
14	(9)	Performing other necessary or desirable functions to
15		facilitate the intent of this section."
16	SECT	ION 5. Section 36-27, Hawaii Revised Statutes, is
17	amended t	o read as follows:
18	"§36	-27 Transfers from special funds for central service
19	expenses.	(a) Except as provided in this section, and
20	notwithst	anding any other law to the contrary, from time to
21	time, the	director of finance, for the purpose of defraying the



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1	prorated	estimate of central service expenses of government in
2	relation	to all special funds, except the:
3	(1)	Special out-of-school time instructional program fund
4		under section 302A-1310;
5	(2)	School cafeteria special funds of the department of
6		education;
7	(3)	Special funds of the University of Hawaii;
8	(4)	State educational facilities improvement special fund;
9	(5)	Convention center enterprise special fund under
10		section 201B-8;
11	(6)	Special funds established by section 206E-6;
12	(7)	Housing loan program revenue bond special fund;
13	(8)	Housing project bond special fund;
14	(9)	Aloha Tower fund created by section 206J-17;
15	(10)	Funds of the employees' retirement system created by
16		section 88-109;
17	(11)	Unemployment compensation fund established under
18		section 383-121;
19	(12)	Hawaii hurricane relief fund established under chapter
20		431P;
21	(13)	Hawaii health systems corporation special funds and
22		the subaccounts of its regional system boards;



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1	(14)	Tourism special fund established under section
2		201B-11;
3	(15)	Universal service fund established under [chapter
4		<del>269;</del> ] <u>section 269-42;</u>
5	(16)	Emergency and budget reserve fund under section
6		328L-3;
7	(17)	Public schools special fees and charges fund under
8		section 302A-1130[ <del>(f)</del> ];
9	(18)	Sport fish special fund under section 187A-9.5;
10	(19)	Glass advance disposal fee [special fund] established
11		by section 342G-82;
12	(20)	Center for nursing special fund under section
13		304A-2163;
14	(21)	Passenger facility charge special fund established by
15		section 261-5.5;
16	(22)	Court interpreting services revolving fund under
17		section 607-1.5;
18	(23)	Hawaii cancer research special fund;
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19	(24)	Community health centers special fund;
19 20	(24) (25)	Community health centers special fund; Emergency medical services special fund; [ <del>and</del> ]
		Emergency medical services special fund; [and]

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2	<u>26-9(p),</u>
3	shall deduct five per cent of all receipts of all special funds,
4	which deduction shall be transferred to the general fund of the
5	State and become general realizations of the State. All
6	officers of the State and other persons having power to allocate
7	or disburse any special funds shall cooperate with the director
8	in effecting these transfers. To determine the proper revenue
9	base upon which the central service assessment is to be
10	calculated, the director shall adopt rules pursuant to chapter
11	91 for the purpose of suspending or limiting the application of
12	the central service assessment of any fund. No later than
13	twenty days prior to the convening of each regular session of
14	the legislature, the director shall report all central service
15	assessments made during the preceding fiscal year.
16	(b) Notwithstanding any other law to the contrary, the
17	director shall deposit five per cent of all moneys collected
18	pursuant to subsection (a) into the shared services technology
19	special fund established pursuant to section 26-9(p)."
20	SECTION 6. Section 36-30, Hawaii Revised Statutes, is
21	amended by amending subsections (a) and (b) to read as follows:
22	"(a) Each special fund, except the:
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(27) Shared services technology special fund under section



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1	(1)	Transportation use special fund established by section
2		261D-1;
3	(2)	Special out-of-school time instructional program fund
4		under section 302A-1310;
5	(3)	School cafeteria special funds of the department of
6		education;
7	(4)	Special funds of the University of Hawaii;
8	(5)	State educational facilities improvement special fund;
9	(6)	Special funds established by section 206E-6;
10	(7)	Aloha Tower fund created by section 206J-17;
11	(8)	Funds of the employees' retirement system created by
12		section 88-109;
13	(9)	Unemployment compensation fund established under
14		section 383-121;
15	(10)	Hawaii hurricane relief fund established under section
16		431P-2;
17	(11)	Convention [+]center[+] enterprise special fund
18		established under section 201B-8;
19	(12)	Hawaii health systems corporation special funds and
20		the subaccounts of its regional system boards;
21	(13)	Tourism special fund established under section
22		201B-11;



1	(14)	Universal service fund established under [ <del>chapter</del>
2.		<del>269;</del> ] <u>section 269-42;</u>
3	(15)	Emergency and budget reserve fund under section
4		328L-3;
5	(16)	Public schools special fees and charges fund under
6		section 302A-1130[ <del>(f)</del> ];
7	(17)	Sport fish special fund under section 187A-9.5;
8	(18)	Center for nursing special fund under section
9		304A-2163;
10	(19)	Passenger facility charge special fund established by
11		section 261-5.5;
12	(20)	Court interpreting services revolving fund under
13		section 607-1.5;
14	(21)	Hawaii cancer research special fund;
15	(22)	Community health centers special fund;
16	(23)	Emergency medical services special fund; [and]
17	(24)	Rental motor vehicle customer facility charge special
18		fund established under section 261-5.6[ $_{7}$ ]; and
19	(25)	Shared services technology special fund under section
20		<u>26-9(p),</u>



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1	shall be responsible for its pro rata share of the
2	administrative expenses incurred by the department responsible
3	for the operations supported by the special fund concerned.
4	(b) Administrative expenses shall include:
5	(1) Salaries;
6	(2) Maintenance of buildings and grounds;
<b>7</b>	(3) Utilities; [and]
8	(4) General office expenses [-]; and
9	(5) Implementation of information technology policies
10	developed by the chief information officer pursuant to
11	section 26-9(p)."
12	SECTION 7. All rights, powers, functions, and duties of
13	the department of accounting and general services relating to
14	the provision of centralized computer information management and
15	processing services, coordination in the use of all information
16	processing equipment, software, facilities, and services in the
17	executive branch of the State, and consultation and support
18	services in the use of information processing and management
19	technologies are transferred to the office of information
20	technology established pursuant to section 26-9(p), Hawaii
21	Revised Statutes.

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1 All officers and employees whose functions are transferred 2 by this Act shall be transferred with their functions and shall 3 continue to perform their regular duties upon their transfer, 4 subject to the State personnel laws and this Act; provided that 5 any relevant functions performed by the comptroller shall be 6 transferred to the chief information officer and the position of 7 comptroller shall remain within the department of accounting and 8 general services.

9 No officer or employee of the State having tenure shall 10 suffer any loss of salary, seniority, prior service credit, 11 vacation, sick leave, or other employee benefit or privilege as 12 a consequence of this Act, and an officer or employee may be 13 transferred or appointed to a civil service position without the 14 necessity of examination; provided that the officer or employee 15 possesses the minimum qualifications for the position to which 16 transferred or appointed; and provided that subsequent changes 17 in status may be made pursuant to applicable civil service and 18 compensation laws.

19 An officer or employee of the State who does not have 20 tenure and who may be transferred or appointed to a civil 21 service position as a consequence of this Act shall become a 22 civil service employee without the loss of salary, seniority,



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prior service credit, vacation, sick leave, or other employee
 benefits or privileges and without the necessity of examination;
 provided that the officer or employee possesses the minimum
 qualifications for the position to which transferred or
 appointed.

6 If an office or position held by an officer or employee 7 having tenure is abolished, the officer or employee shall not 8 thereby be separated from public employment, but shall remain in 9 the employment of the State with the same pay and classification 10 and shall be transferred to some other office or position for 11 which the officer or employee is eligible under the personnel 12 laws of the State as determined by the head of the department or 13 the governor.

SECTION 8. All appropriations, records, equipment, machines, files, supplies, contracts, books, papers, documents, maps, and other personal property heretofore made, used, acquired, or held by the department of accounting and general services relating to the functions transferred to the department of commerce and consumer affairs shall be transferred with the functions to which they relate.

21 SECTION 9. Act 79, Session Laws of Hawaii 2009, is amended
22 by amending section 34 to read as follows:



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"SECTION 34. This Act shall take effect upon its approval; 1 2 provided that: Part I shall take effect on June 9, 2009; 3 (1)Part II shall take effect on June 9, 2009; 4 (2) 5 Part III shall take effect on July 1, 2009, and shall (3) 6 be repealed on June 30, 2015; provided that sections 7 21D-5, 36-27, 36-30, 201-85, 304A-3005, 342D-82, and 261D-3, Hawaii Revised Statutes, shall be reenacted in 8 9 the form in which they read on June 30, 2009; provided 10 further that the amendments made to sections 36-27 and 11 36-30, Hawaii Revised Statutes, shall not be repealed 12 when those sections are reenacted on June 30, 2015 by 13 Act , Session Laws of Hawaii 2010; and Part IV shall take effect on July 1, 2009, and shall 14 (4) be repealed on July 1, 2015; provided that section 15 16 36-21, Hawaii Revised Statutes, shall be reenacted in 17 the form in which it read on June 30, 2009." SECTION 10. Statutory material to be repealed is bracketed 18 19 and stricken. New statutory material is underscored. 20



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SECTION 11. This Act shall take effect on July 1, 2010. INTRODUCED BY:



#### Report Title:

Information Technology; Chief Information Officer; Shared Services Technology Special Fund

#### Description:

Transfers responsibilities for developing and implementing statewide technology policies from the Department of Accounting and General Services to the Department of Commerce and Consumer Affairs. Creates the position of chief information officer. Creates and funds the shared services technology special fund.

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

