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### A BILL FOR AN ACT

RELATING TO WORKS OF ART SPECIAL FUND.

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

1	SECT	ION 1. Section 6E-35, Hawaii Revised Statutes, is
2	amended b	y amending subsection (c) to read as follows:
3	"(C)	To receive state funds, including funds under section
4	103-8.5,	the State of Hawaii Museum of Monarchy History shall:
5	(1)	Be licensed or accredited, in accordance with federal,
6		state, or county statutes, rules, or ordinances, to
7		conduct the activities or provide the services for
8		which funds are appropriated;
9	(2)	Comply with all applicable federal and state laws
10		prohibiting discrimination against any person on the
11		basis of race, color, national origin, religion,
12		creed, sex, age, sexual orientation, or disability;
13	(3)	Agree not to use the funds for entertainment or
14		lobbying activities;
15	(4)	Be incorporated under the laws of the State;

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. 1	(5)	Have bylaws or policies that describe the manner in
2		which the activities or services for which a grant or
3		subsidy is awarded shall be conducted or provided;
4	(6)	Have been determined and designated to be a tax-exempt
5		organization by the Internal Revenue Service; and
6	(7)	Have a governing board whose members shall have no
7		material conflict of interest and serve without
8		compensation."
9	SECT	ION 2. Section 6E-40, Hawaii Revised Statutes, is
10	amended t	o read as follows:
11	"§6E	-40 Bernice Pauahi Bishop Museum. The official
11 12		-40 Bernice Pauahi Bishop Museum. The official on of the Bernice Pauahi Bishop Museum shall be the
	designati	_
12	designati State of	on of the Bernice Pauahi Bishop Museum shall be the
12 13	designati State of qualifyin	on of the Bernice Pauahi Bishop Museum shall be the Hawaii Museum of Natural and Cultural History. The
12 13 14	designati State of qualifyin funds con	on of the Bernice Pauahi Bishop Museum shall be the Hawaii Museum of Natural and Cultural History. The g standards and conditions related to the receipt of
12 13 14 15	designati State of qualifyin funds con by the St	on of the Bernice Pauahi Bishop Museum shall be the Hawaii Museum of Natural and Cultural History. The g standards and conditions related to the receipt of tained in chapter 42F shall not apply to funds received
12 13 14 15 16	designati State of qualifyin funds con by the St provided	on of the Bernice Pauahi Bishop Museum shall be the Hawaii Museum of Natural and Cultural History. The g standards and conditions related to the receipt of tained in chapter 42F shall not apply to funds received ate of Hawaii Museum of Natural and Cultural History;
12 13 14 15 16 17	designati State of qualifyin funds con by the St provided or provid	on of the Bernice Pauahi Bishop Museum shall be the Hawaii Museum of Natural and Cultural History. The g standards and conditions related to the receipt of tained in chapter 42F shall not apply to funds received ate of Hawaii Museum of Natural and Cultural History; that if the museum in turn contracts with a recipient

21 The Bernice Pauahi Bishop Museum may receive funds from the
22 works of art special fund established by section 103-8.5."



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1	SECTIO	N 3. Section 103-8.5, Hawaii Revised Statutes, is
2	amended as	follows:
3	1. By	amending subsection (b) to read:
4	"(b)	The works of art special fund shall be used solely
5	for the fol	lowing purposes:
6	(1) C	costs related to the acquisition of works of art,
7	i	ncluding any consultant or staff services required to
8	c	arry out the art in public places and relocatable
9	W	orks of art programs;
10	(2) S	ite modifications, display, and interpretive work
11	n	ecessary for the exhibition of works of art;
12	(3) U	pkeep services, including maintenance, repair, and
13	r	restoration of works of art;
14	(4) S	toring and transporting works of art[-]; and
15	<u>(5)</u> <u>C</u>	costs related to the acquisition, display, disposal,
16	u	pkeep, maintenance, repair, and restoration of works
17	0	of art, artifacts, or historical buildings, for the:
18	(	A) Iolani Palace, as provided under section 6E-35;
19		and
20	_(	B) Bernice Pauahi Bishop Museum, as provided under
21		section 6E-40."
22	2. Bv	amending subsections (d), (e), and (f) to read:



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1	"(d)	[ <del>The</del> ] For purposes of subsection (b), the
2	comptroller and the [state]:	
3	(1)	State foundation on culture and the arts with respect
4		to works of art in public places;
5	(2)	State of Hawaii Museum of Monarchy History with
6		respect to works of art, artifacts, and projects for
7		upkeep of historical buildings for the Iolani Palace;
8		and
9	(3)	Bernice Pauahi Bishop Museum with respect to works of
10		art, artifacts, and projects for the upkeep of
11		historical buildings for the museum,
12	shall dec	ide on the specific art objects or artifacts, as
13	applicabl	e, to acquire, giving first consideration to placing
14	appropria	te pieces of art at the locations of the original
15	appropriation $[-]$ for placement of works of art in public places,	
16	as well as decide on the specific projects for the upkeep of	
17	historica	l buildings. Acquisition and placement of pieces of
18	art and a	rtifacts in the Bernice Pauahi Bishop Museum and the
19	Iolani Pa	lace shall be solely determined by that museum or the
20	Iolani Pa	lace, respectively.
21	The selection of, commissioning artists for, reviewing of	
22	design, e	xecution, and placement of, and the acceptance of works

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1	of art <u>in</u>	public places shall be the responsibility of the	
2	comptroller and the state foundation on culture and the arts in		
3	consultation with the affected agency or department.		
4	The	selection of works of art and artifacts, not including	
5	the commissioning of artists, for the Iolani Palace and the		
6	Bernice Pauahi Bishop Museum shall be the responsibility of the		
7	comptroller and the State of Hawaii Museum of Monarchy History		
8	or the Bernice Pauahi Bishop Museum, respectively.		
9	Expe	nditures from the works of art special fund shall be	
10	made by t	he comptroller. The Iolani Palace and the Bernice	
11	Pauahi Bi	shop Museum shall be entitled to expenditures from the	
12	works of	art special fund, notwithstanding the absence of one	
13	per cent	transfer of moneys into the fund under subsection (a)	
14	from thes	e entities. The comptroller shall adopt rules pursuant	
15	to chapter 91 as necessary for expenditures from the works of		
16	art special fund to the Iolani Palace and the Bernice Pauahi		
17	Bishop Museum.		
18	(e)	The comptroller shall:	
19	(1)	Provide each agency receiving capital improvement	
20		appropriations with information regarding items that	
21		shall be included and excluded from the one per cent	
22		amount;	

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1	(2) Ensure that each agency calculates its one per cent
2	amount correctly; and
3	(3) Ensure that each agency transfers the correct amount
4	to the works of art special fund in a timely manner.
5	The Bernice Pauahi Bishop Museum and the Iolani Palace shall be
6	exempt from this subsection.
7	(f) The comptroller and the executive director shall track
8	amounts due from each agency, except the Bernice Pauahi Bishop
9	Museum and the Iolani Palace, under the one per cent requirement
10	as provided in this section."
11	SECTION 4. Statutory material to be repealed is bracketed
12	and stricken. New statutory material is underscored.
13	SECTION 5. This Act shall take effect on July 1, 2112.



#### Report Title:

Works of Art Special Fund; Bishop Museum; Iolani Palace

#### Description:

Allows expenditures from the Works of Art Special Fund for acquisition of works of art for the Bernice Pauahi Bishop Museum and Iolani Palace. (HB963 HD1)

