## A BILL FOR AN ACT

RELATING TO TECHNOLOGY.

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

1	SECTION 1. Chapter 201, Hawaii Revised Statutes, is
2	amended by adding a new section to be appropriately designated
3	and to read as follows:
4	"§201- Hawaii 3Ts school technology laboratories fund.
5	(a) There is established the Hawaii 31s-school technology
6	laboratories fund (hereinafter "fund") as a separate fund of the
7	Economic Development Alliance of Hawaii, Inc., a Hawaii
8	nonprofit organization. Moneys received from the state, county,
9	or federal government, private contributions of cash or other
10	property, and the income and capital gains earned by the fund
11	shall constitute its assets.
12	(b) The Economic Development Alliance of Hawaii, Inc.,
13	shall expend moneys in the form of either grants to
14	organizations or contracts with private vendors from the fund

for the establishment and maintenance of technology laboratories

accordance with this section, and consistent with the criteria

in public schools in Hawaii. Expenditures shall be in

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1 and recommendations of the Hawaii 3Ts school technology 2 laboratories board. 3 (c) The fund may receive contributions, grants, endowments, or gifts in cash or otherwise from all sources, 4 5 including corporations or other businesses, foundations, 6 government, individuals, and other interested parties. The legislature intends that the public and private sectors work 7 8 together as partners in securing contributions for the fund, and 9 that the Economic Development Alliance of Hawaii, Inc., through 10 its Hawaii 3Ts project, assist the public and private sectors in 11 reviewing and investigating all potential funding sources. The **12** State may appropriate moneys to the fund; provided that any 13 appropriations made by the State are not intended to supplant 14 the funding of any existing public school programs for the 15 establishment and maintenance of school technology laboratories. 16 (d) The Economic Development Alliance of Hawaii, Inc., 17 shall appoint the members of the Hawaii 3Ts school technology laboratories board, which shall be responsible for: 18 19 Soliciting and otherwise raising moneys for the fund; (1) 20 (2) Establishing criteria for proposals to be funded and

the expenditure of funds;

1	(3)	Reviewing grant proposals utilizing criteria
2		established by the Hawaii 3Ts school technology
3		laboratories board; and
4	(4)	Making recommendations for grants and other specific
5		expenditures to the Economic Development Alliance of
6		Hawaii, Inc.
7	Members o	f the advisory board shall be stakeholders in Hawaii's
8	public ed	ucation and workforce development entities, including
9	students	and parents, teachers and principals, business and
10	community	leaders, representatives from the county economic
11	developme	nt boards, and representatives from the department of
12	education	, the department of business, economic development, and
13	tourism,	and the department of accounting and general services.
14	(e)	In managing the moneys in the fund, the Economic
15	Developme	nt Alliance of Hawaii, Inc., shall exercise ordinary
16	business	care and prudence given the facts and circumstances
17	prevailin	g at the time of action or decision. In doing so, the
18	Economic	Development Alliance of Hawaii, Inc., shall consider
19	its long-	term and short-term needs in carrying out its purposes,
20	its prese	nt and anticipated financial requirements, expected
21	total ret	urn on its investments, price trends, and general
22	economic	conditions.
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1	<u>(±)</u>	There may be an endowment component of the fund.
2	<u>(g)</u>	The use of any state moneys may be restricted by the
3	legislati	on appropriating these moneys to the fund.
4	(h)	The Economic Development Alliance of Hawaii, Inc., is
5	authorize	d to expend the principal from the fund for the
6	purposes	of the fund.
7	<u>(i)</u>	Any organization submitting a proposal to the Economic
8	Developme	nt Alliance of Hawaii, Inc., for fund moneys shall meet
9	all of th	e following standards at the time of application:
10	<u>(1)</u>	Be a for-profit organization duly registered under the
11		laws of the State, or be a nonprofit organization
12		determined by the Internal Revenue Service to be
13		exempt from the federal income tax, or be an agency of
14		the State or a county;
15	(2)	In the case of a nonprofit organization, have a
16		governing board whose members have no material
17		conflict of interest and serve without compensation;
18	(3)	In the case of an applicant that is not a state or
19		county government agency, have bylaws or policies that
20		describe the manner in which business is conducted and
21		policies that relate to the management of potential
22		conflict of interest situations;

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T	(4)	Have experience with the project or in the program
2		area for which the proposal is being made; and
3	(5)	Be licensed and accredited, as applicable, in
4		accordance with the requirements of federal, state,
5		and county governments.
6	<u>(j)</u>	All proposals approved by the Hawaii 3Ts school
7	technolog	y laboratories board and for which the Economic
8	<u>Developme</u>	nt Alliance of Hawaii, Inc., intends to provide fund
9	moneys, a	nd any contracts awarded by the Economic Development
10	Alliance	of Hawaii, Inc., shall be made under as much
11	competiti	on as practical to execute the purposes of the
12	proposals	and contracts.
13	(k)	Organizations or agencies to which fund moneys are
14	awarded s	hall agree to comply with the following conditions
15	before re	ceiving the award:
16	(1)	Employ or have under contract persons qualified to
17		engage in the activity to be funded;
18	(2)	Comply with applicable federal, state, and county
19		laws; and
20	<u>(3)</u>	Comply with any other requirements prescribed by the
21		Economic Development Alliance of Hawaii, Inc., to
22		ensure adherence by the recipient of the award with



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              applicable federal, state, and county laws and with
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              the purposes of this section.
3
         (1) Chapter 103D shall not apply to organizations or
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    agencies that apply for grants or contracts under this section;
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    provided that the Economic Development Alliance of Hawaii, Inc.,
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    shall be held accountable for the use of the funds under a
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    contract with the department of business, economic development,
8
    and tourism.
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              The fund shall be audited annually by an independent
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    auditor retained by the Economic Development Alliance of Hawaii,
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    Inc. The auditor's report of each annual audit shall be
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    submitted to the department of business, economic development,
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    and tourism not later than thirty days from the date the audit
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    report is received by the Economic Development Alliance of
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    Hawaii, Inc. In addition, the Economic Development Alliance of
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    Hawaii, Inc., shall retain for a period of three years, and
    permit the department of accounting and general services, the
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    department of education, the department of business, economic
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    development, and tourism, state legislators, and the auditor, or
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    their duly authorized representatives, to inspect and have
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    access to, any documents, papers, books, records, and other
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    evidence that is pertinent to the fund.
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         (n) The fund shall not be placed in the state treasury,
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    and the State shall not administer the fund, nor shall the State
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    be liable for the operation or solvency of the fund, the
    Economic Development Alliance of Hawaii, Inc., or Hawaii 3Ts.
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         (o) For every dollar granted to a recipient by the fund, a
    minimum of 50 cents in value shall be from private, federal,
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    county, or community sources.
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         (p) For purposes of this section, "school technology
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    laboratory" means a multi-platform and multi-disciplinary
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    laboratory that offers students a variety of different types of
11
    hardware and software applications.
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              The Economic Development Alliance of Hawaii, Inc.,
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    shall submit an annual report to the director of business,
14
    economic development, and tourism on the accomplishments and
15
    student outcomes of the Hawaii 3Ts school technology
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    laboratories fund by December 1 of each year. The director of
17
    business, economic development, and tourism shall transmit the
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    report along with comments from the department of business,
19
    economic development, and tourism to the legislature no later
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    than twenty days prior to the convening of each regular
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    session."
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SECTION 2. Section 302A-1314, Hawaii Revised Statutes, is
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    repealed.
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         ["[$302A-1314] Hawaii 3Ts school technology laboratories
    fund. (a) There is established the Hawaii 3Ts school
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    technology laboratories fund (hereinafter, "fund") as a separate
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    fund of the Economic Development Alliance of Hawaii Inc., a
    Hawaii nonprofit organization. Moneys received from the state,
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    county, or federal government, private contributions of cash or
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    other property, and the income and capital gains earned by the
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10
    fund shall constitute its assets.
         (b) The Economic Development Alliance of Hawaii Inc. shall
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12
    expend-moneys in the form of either grants-to-organizations or
    contracts with private vendors from the fund for the
13
    establishment and maintenance of technology laboratories in
14
    public schools in Hawaii. Such expenditures shall be in
15
    accordance with this section, and consistent with the criteria
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    and recommendations of the Hawaii 3Ts school technology
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    laboratories board.
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19
         (c) The fund may receive contributions, grants,
    endowments, or gifts in cash or otherwise from all sources,
20
21
    including corporations or other businesses, foundations,
    government, individuals, and other interested parties. The
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1	<del>legislatu</del>	re intends that the public and private sectors work
2	together	as partners in securing contributions for the fund, and
3	that the	Economic Development Alliance of Hawaii Inc., through
4	<del>its Hawai</del>	i 3Ts-project, assist the public and private sectors in
5	reviewing	and investigating all potential funding sources. The
6	State may	appropriate moneys to the fund; provided that any
7	appropria	tions made by the State are not intended to supplant
8	the fundi	ng of any existing public school programs for the
9	establish	ment and maintenance of school technology laboratories.
10	<del>(d)</del>	The Economic Development Alliance of Hawaii Inc. shall
11	<del>appoint t</del>	he members of the Hawaii 3Ts school technology
12	laborator	ies board, which shall be responsible for:
13	(1)	Soliciting and otherwise raising moneys for the fund;
14	<del>(2)</del>	Establishing criteria for proposals to be funded and
15		the expenditure of funds;
16	<del>(3)</del>	Reviewing grant proposals utilizing criteria
17		established by Hawaii 3Ts school technology
18		<del>laboratories board; and</del>
19	<del>(4)</del>	Making recommendations for grants and other specific
20		expenditures to the Economic Development Alliance of
21		Hawaii Inc.

1 Members of the advisory board shall be stakeholders in Hawaii's 2 public education and workforce development entities, including 3 students and parents, teachers and principals, business and 4 community leaders, representatives from the county economic 5 development boards, and representatives from the department of education, the department of business, economic development, and 6 7 tourism, and the department of accounting and general services, 8 who shall be represented on the advisory board. 9 (c) In managing the moneys in the fund, the Economic 10 Development Alliance of Hawaii Inc. shall exercise ordinary 11 business care and prudence given the facts and circumstances **12** prevailing at the time of action or decision. In doing so, the 13 Economic Development Alliance of Hawaii Inc. shall consider its 14 long-term and short-term needs in carrying out its purposes, its 15 present and anticipated financial requirements, expected total return on its investments, price trends, and general economic 16 **17** conditions. 18 (f) There may be an endowment component of the fund. 19 (g) The use of any state moneys may be restricted by the 20 legislation appropriating these moneys to the fund.

1	<del>(h)</del>	The Economic Development Alliance of Hawaii Inc. is
2	authorize	d to expend the principal from the fund for the
3	purposes	of the fund.
4	<u>(i)</u>	Any organization submitting a proposal to the Economic
5	Developme	nt Alliance of Hawaii Inc. for fund moneys shall meet
6	all of th	e following standards at the time of applications:
7	<del>(1)</del>	Be a for-profit organization duly registered under-the
8		laws of the State, or be a nonprofit organization
9		determined by the Internal Revenue Service to be
10		exempt from the federal income tax, or be an agency of
11		the State or a county;
12	<del>(2)</del>	In the case of a nonprofit organization, have a
13		governing board whose members have no material
14		conflict of interest and serve without compensation;
15	<del>(3)</del>	In the case of an applicant that is not a state or
16		county government agency, have bylaws or policies that
17		describe the manner in which business is conducted and
18		policies that relate to the management of potential
19		conflict of interest situations;
20	-(4)-	Have experience with the project or in the program
21		area for which the proposal is being made; and

1	<del>(5)</del>	Be licensed and accredited, as applicable, in
2		accordance with the requirements of federal, state,
3		and county governments.
4	<del>(j)</del>	All-proposals approved by the Hawaii 3Ts school
5	technolog	y laboratories board and for which the Economic
6	Developme	nt Alliance of Hawaii Inc. intends to provide fund
7	moneys sh	all be approved by the director of business, economic
8	developme	nt, and tourism for consistency in meeting the purposes
9	of this s	ection.
10	<del>(k)</del>	Organizations or agencies to which fund moneys are
11	<del>awarded s</del>	hall agree to comply with the following conditions
12	<del>before re</del>	ceiving the award:
13	(1)	Employ or have under contract persons qualified to
14		engage in the activity to be funded;
15	<del>(2)</del>	Comply with applicable federal, state, and county
16		<del>laws; and</del>
17	<del>(3)</del>	Comply with any other requirements prescribed by the
18		Economic Development Alliance of Hawaii Inc. to ensure
19		adherence by the recipient of the award with
20		applicable federal, state, and county laws and with
21		the purposes of this section.

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1
         (1) - Chapter 103D-shall not apply to organizations or
    agencies that apply for grants or contracts under this section;
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3
    provided that the Economic Development Alliance of Hawaii Inc.
4
    shall be held accountable for the use of the funds under a
5
    contract with the department of business, economic development,
6
    and tourism.
7
         (m) Any contracts awarded by the Economic Development
    Alliance of Hawaii Inc. shall be made under as much competition
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9
    as practical to execute its purposes.
10
         (n) The fund shall be audited annually by an independent
    auditor retained by the Economic Development Alliance of Hawaii
11
12
    Inc. The auditor's report of each annual audit shall be
13
    submitted to the department of business, economic development,
    and tourism not later than thirty days from the date the audit
14
15
    report is received by the Economic Development Alliance of
16
    Hawaii Inc. In addition, the Economic Development Alliance of
    Hawaii Inc. shall retain for a period of three years, and permit
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    the department of accounting and general services, the
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    department of education, the department of business, economic
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    development, and tourism, state legislators, and the auditor, or
21
    their duly authorized representatives, to inspect and have
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    access to, any documents, papers, books, records, and other
2
    evidence that is pertinent to the fund.
3
         (o) The fund shall not be placed in the state treasury,
4
    and the State shall not administer the fund, nor shall the State
5
    be liable for the operation or solvency of the fund, the
6
    Economic Development Alliance of Hawaii Inc., or Hawaii 3Ts.
7
         (p) For every dollar granted to a recipient by the fund, a
    minimum of 50 cents in value shall be from private, federal,
8
9
    county, or community sources.
10
         (q) For purposes of this section, "school technology
    laboratory" means a multi-station computer laboratory that
11
    offers students a variety of different types of hardware and
12
    software applications.
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14
         [(r)] The Economic Development Alliance of Hawaii Inc.
    shall submit an annual report for approval by the director of
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16
    business, economic development, and tourism on the progress of
17
    the Hawaii 3Ts school technology laboratories fund by December 1
18
    of each year. The director of business, economic development,
19
    and tourism shall transmit the report along with comments from
20
    the department of business, economic development, and tourism to
21
    the legislature no later than twenty days prior to the convening
22
    of each regular session."]
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- 1 SECTION 3. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 4. This Act shall take effect on July 1, 2050.

## Report Title:

Department of Business, Economic Development, and Tourism; Education; Hawaii 3Ts School Technology Laboratories Fund

## Description:

Places the Hawaii 3Ts school technology laboratories fund under the department of business, economic development, and tourism. Repeals section 302A-1314, Hawaii Revised Statutes. Effective 07/01/2050. (SD2)

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