A BILL FOR AN ACT

RELATING TO NON-GENERAL FUNDS.

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

1	PART I
2	SECTION 1. The purpose of this Act is to repeal and
3	reclassify various non-general funds pursuant to the
4	recommendations made by the auditor in auditor's report no. 14-
5	13, entitled review of special funds, revolving funds, trust
6	funds and trust accounts of the departments of the attorney
7	general and business, economic development, and tourism.
8	PART II
9	SECTION 2. The purpose of this part is to rename and
10	reclassify the tourism emergency trust fund as a special fund.
11	The legislature finds that the fund functions more like a
12	special fund and should be classified as a special fund.
13	SECTION 3. Section 201B-10, Hawaii Revised Statutes, is
14	amended to read as follows:
15	"[+] §201B-10[+] Tourism emergency [trust] special fund.
16	(a) There is established outside the state treasury a tourism
17	emergency [trust] special fund to be administered by the board
18	[as trustee], into which shall be deposited the revenues

- 1 prescribed by section 237D-6.5(b). All investment earnings from
- 2 moneys in the [trust] special fund shall be credited to the
- 3 tourism special fund[-] established pursuant to section 201B-11.
- 4 (b) Moneys in the [trust] special fund shall be used
- 5 exclusively to provide for the development and implementation of
- 6 emergency measures to respond to any tourism emergency pursuant
- 7 to section 201B-9, including providing emergency assistance to
- 8 tourists during the tourism emergency.
- 9 (c) Use of the [trust] special fund, consistent with
- 10 subsection (b), shall be provided for in articles, bylaws,
- 11 resolutions, or other instruments executed by the board as
- 12 [trustee] administrator for the [trust] special fund."
- 13 SECTION 4. Section 237D-6.5, Hawaii Revised Statutes, is
- 14 amended by amending subsection (b) to read as follows:
- "(b) Revenues collected under this chapter shall be
- 16 distributed as follows, with the excess revenues to be deposited
- 17 into the general fund:
- 18 (1) \$26,500,000 shall be allocated to the convention
- 19 center enterprise special fund established under
- **20** section 201B-8;

1	(2)	\$82,	000,00	00 shall be allocated to the tourism special
2		fund	estal	olished under section 201B-11; provided that:
3		(A)	Begir	nning on July 1, 2012, and ending on June 30,
4			2015,	\$2,000,000 shall be expended from the
5			tour	sm special fund for development and
6			imple	ementation of initiatives to take advantage
7			of ex	xpanded visa programs and increased travel
8			oppoi	ctunities for international visitors to
9			Hawa	ii;
10		(B)	Of th	ne \$82,000,000 allocated:
11			(i)	\$1,000,000 shall be allocated for the
12				operation of a Hawaiian center and the
13				museum of Hawaiian music and dance at the
14				Hawaii convention center; and
15			(ii)	0.5 per cent of the \$82,000,000 shall be
16				transferred to a sub-account in the tourism
17				special fund to provide funding for a safety
18				and security budget, in accordance with the
19				Hawaii tourism strategic plan 2005-2015; and
20		(C)	Of th	ne revenues remaining in the tourism special
21			fund	after revenues have been deposited as

H.B. NO. 79

provided in this paragraph and except for any sum
authorized by the legislature for expenditure
from revenues subject to this paragraph,
beginning July 1, 2007, funds shall be deposited
into the tourism emergency [trust] special fund,
established in section 201B-10, in a manner
sufficient to maintain a fund balance of
\$5,000,000 in the tourism emergency [trust]
special fund;

(3) \$103,000,000 for fiscal year 2014-2015, \$103,000,000 for fiscal year 2015-2016, and \$93,000,000 for each fiscal year thereafter shall be allocated as follows:

Kauai county shall receive 14.5 per cent, Hawaii county shall receive 18.6 per cent, city and county of Honolulu shall receive 44.1 per cent, and Maui county shall receive 22.8 per cent; provided that commencing with fiscal year 2018-2019, a sum that represents the difference between a county public employer's annual required contribution for the separate trust fund established under section 87A-42 and the amount of the county public employer's contributions into that trust

1		fund shall be retained by the state director of
2		finance and deposited to the credit of the county
3		public employer's annual required contribution into
4		that trust fund in each fiscal year, as provided in
5 .		section 87A-42, if the respective county fails to
6		remit the total amount of the county's required annual
7		contributions, as required under section 87A-43;
8	(4)	\$3,000,000 shall be allocated to the Turtle Bay
9		conservation easement special fund established under
10		section 201B-8.6 for the payment of debt service on
11		revenue bonds, the proceeds of which were used to
12		acquire the conservation easement in Turtle Bay, Oahu,
13		until the bonds are fully amortized; and
14	(5)	Of the excess revenues deposited into the general fund
15		pursuant to this subsection, \$3,000,000 shall be
16		allocated subject to the mutual agreement of the board
17		of land and natural resources and the board of
18		directors of the Hawaii tourism authority in
19		accordance with the Hawaii tourism authority strategic
20		plan for:

1	(A)	The protection, preservation, and enhancement of
2		natural resources important to the visitor
3		industry;
4	(B)	Planning, construction, and repair of facilities;
5		and
6	(C)	Operation and maintenance costs of public lands
7		connected with enhancing the visitor experience.
8	All trans	ient accommodations taxes shall be paid into the
9	state treasury	each month within ten days after collection and
10	shall be kept	by the state director of finance in special
11	accounts for d	istribution as provided in this subsection.
12	As used i	n this subsection, "fiscal year" means the twelve-
13	month period b	eginning on July 1 of a calendar year and ending
14	on June 30 of	the following calendar year."
15		PART III
16	SECTION 5	. The purpose of this part is to reclassify the
17	various housin	g loan special funds established pursuant to
18	section 201H-8	0, Hawaii Revised Statutes, as revolving funds.
19	The legis	lature finds that each of these funds functions
20	as, and meets	the criteria for, a revolving fund and should be
21	reclassified a	s a revolving fund.

H.B. NO. 59 H.D. 1

1 SECTION 6. Section 36-27, Hawaii Revised Statutes, is 2 amended by amending subsection (a) to read as follows: 3 Except as provided in this section, and notwithstanding any other law to the contrary, from time to 4 5 time, the director of finance, for the purpose of defraying the 6 prorated estimate of central service expenses of government in 7 relation to all special funds, except the: 8 (1) Special out-of-school time instructional program fund 9 under section 302A-1310; **10** School cafeteria special funds of the department of (2) 11 education; 12 (3) Special funds of the University of Hawaii; 13 (4)State educational facilities improvement special fund; 14 Convention center enterprise special fund under (5) 15 section 201B-8: 16 Special funds established by section 206E-6; (6) 17 (7) Housing loan program revenue bond special fund; 18 (8) Housing project bond [special] revolving fund; 19 Aloha Tower fund created by section 206J-17; (9) 20 Funds of the employees' retirement system created by (10)21 section 88-109;

1	(11)	Hawaii hurricane relief fund established under chapter
2		431P;
3	(12)	Hawaii health systems corporation special funds and
4		the subaccounts of its regional system boards;
5	(13)	Tourism special fund established under section 201B-
6		11;
7	(14)	Universal service fund established under section 269-
8		42;
9	(15)	Emergency and budget reserve fund under section 328L-
10		3;
11	(16)	Public schools special fees and charges fund under
12		section 302A-1130;
13	(17)	Sport fish special fund under section 187A-9.5;
14	(18)	Glass advance disposal fee established by section
15		.342G-82;
16	(19)	Center for nursing special fund under section 304A-
17		2163;
18	(20)	Passenger facility charge special fund established by
19		section 261-5.5;
20	(21)	Court interpreting services revolving fund under
21		gogtion 607 1 F.

1	(22)	Hawaii cancer research special fund;
2	(23)	Community health centers special fund;
3	(24)	Emergency medical services special fund;
4	(25)	Rental motor vehicle customer facility charge special
5		fund established under section 261-5.6;
6	(26)	Shared services technology special fund under section
7		27-43;
8	(27)	Automated victim information and notification system
9		special fund established under section 353-136;
10	(28)	Deposit beverage container deposit special fund under
11		section 342G-104;
12	(29)	Hospital sustainability program special fund under Act
13		217, Session Laws of Hawaii 2012, as amended by Act
14		141, Session Laws of Hawaii 2013;
15	[+] (30) [-] Nursing facility sustainability program special fund
16		under Act 156, Session Laws of Hawaii 2012;
17	[+] (31)	Hawaii 3R's school improvement fund[] under section
18		302A-1502.4; and
19	[+] (32) [-] After-school plus program revolving fund under
20		section 302A-1149.5.

- 1 shall deduct five per cent of all receipts of all special funds,
- 2 which deduction shall be transferred to the general fund of the
- 3 State and become general realizations of the State. All
- 4 officers of the State and other persons having power to allocate
- 5 or disburse any special funds shall cooperate with the director
- $\mathbf{6}$ in effecting these transfers. To determine the proper revenue
- 7 base upon which the central service assessment is to be
- 8 calculated, the director shall adopt rules pursuant to chapter
- 9 91 for the purpose of suspending or limiting the application of
- 10 the central service assessment of any fund. No later than
- 11 twenty days prior to the convening of each regular session of
- 12 the legislature, the director shall report all central service
- 13 assessments made during the preceding fiscal year."
- 14 SECTION 7. Section 201H-75, Hawaii Revised Statutes, is
- 15 amended by amending subsection (c) to read as follows:
- 16 "(c) The trustee shall also be authorized by the
- 17 corporation to hold and administer any housing project bond
- 18 [special] revolving funds and housing loan program revenue bond
- 19 [special] revolving funds established pursuant to section 201H-
- 20 80. The trustee may receive and receipt for, hold, and
- 21 administer the revenues derived by the corporation from any



- 1 housing project or projects or loan program for which the bonds
- 2 are issued or the projects or loan programs pledged to the
- 3 payment of the bonds. The trustee shall apply the revenues to
- 4 the payment of the cost of administering, operating, and
- 5 maintaining the housing project or projects or loan program; to
- 6 pay the principal of and the interest on the bonds; to the
- 7 establishment of reserves; and to other purposes as may be
- 8 authorized in the proceedings providing for the issuance of the
- 9 bonds."
- 10 SECTION 8. Section 201H-80, Hawaii Revised Statutes, is
- 11 amended as follows:
- 12 1. By amending its title to read:
- "[+] §201H-80[+] Housing finance revolving fund; bond
- 14 [special] revolving funds."
- 15 2. By amending subsections (b) to (d) to read as follows:
- 16 "(b) All moneys received and collected by the corporation,
- 17 not otherwise pledged or obligated nor required by law to be
- 18 placed in any other special or revolving fund, shall be
- 19 deposited in the housing finance revolving fund.
- 20 (c) A separate [special] revolving fund shall be
- 21 established for each housing project or system of housing



H.B. NO. 79

- 1 projects or loan program financed from the proceeds of bonds
- 2 secured under the same trust indenture. Each fund shall be
- 3 designated "housing project bond [special] revolving fund" or
- 4 "housing loan program revenue bond [special] revolving fund", as
- 5 appropriate, and shall bear any additional designation as the
- 6 corporation deems appropriate to properly identify the fund.
- 7 (d) Notwithstanding any other law to the contrary, all
- 8 revenues, income, and receipts derived from a housing project or
- 9 system of projects or loan program financed from the proceeds of
- 10 bonds or pledged to the payment of the principal of and interest
- 11 and premium on bonds, shall be paid into the housing project
- 12 bond [special] revolving fund or housing loan program revenue
- 13 bond [special] revolving fund established for the housing
- 14 project or system of projects or loan program and applied as
- 15 provided in the proceedings authorizing the issuance of the
- 16 bonds."
- 17 SECTION 9. Section 201H-100, Hawaii Revised Statutes, is
- 18 amended to read as follows:
- "[+] §201H-100[+] Housing loan programs; fees. The
- 20 corporation may establish, revise, charge, and collect fees,
- 21 premiums, and charges as necessary, reasonable, or convenient,



H.B. NO. H.D. 1

- 1 for its housing loan programs. The fees, premiums, and charges
- 2 shall be deposited into the housing loan program revenue bond
- 3 [special] revolving fund established for the particular housing
- 4 loan program or part thereof from which the fees, premiums, and
- 5 charges are derived as determined by the corporation."
- 6 SECTION 10. The housing loan program revenue bond special
- 7 fund rental housing system, established in 1987 and
- 8 administered by the department of business, economic
- 9 development, and tourism, shall be reclassified as a revolving
- 10 fund and renamed the housing loan program revenue bond revolving
- 11 fund rental housing system.
- 12 SECTION 11. The housing loan program revenue bond fund,
- 13 established in 1979 and administered by the department of
- 14 business, economic development, and tourism, and also known as
- 15 the single family mortgage purchase revenue bond fund, shall be
- 16 reclassified as a revolving fund.
- 17 SECTION 12. The housing project bond special fund multi
- 18 family, established in 1980 and administered by the department
- 19 of business, economic development, and tourism, shall be
- 20 reclassified as a revolving fund and be renamed the housing
- 21 project bond revolving fund multi family.

1	PART IV
2	SECTION 13. The purpose of this part is to repeal the
3	pineapple workers and retirees housing assistance fund.
4	The legislature finds that the fund does not meet the
5	criteria for a special fund, does not serve the purpose for
6	which it was created, and should be repealed.
7	SECTION 14. Section 201H-85, Hawaii Revised Statutes, is
8	repealed.
9	[" [§201H-85] Pineapple workers and retirees housing
10	assistance fund; established. (a) There is established in the
11	state treasury the pineapple workers and retirees housing
12	assistance fund to provide mortgage payments or rent subsidies
13	for eligible Del Monte Fresh Produce pineapple workers and
14	retirees and their families who are displaced or affected by the
15	closure of Del Monte Fresh Produce. The pineapple workers and
16	retirees housing assistance fund shall be administered by the
17	corporation.
18	(b) Moneys appropriated for the purposes of this section
19	shall be deposited into the pineapple workers and retirees
20	housing assistance fund; provided that, upon fulfillment of the
21	purposes of this section, all unencumbered moneys shall lapse



1

12

13

14

H.B. NO. 79

2	guidelines with respect to eligible Del Monte Fresh Produce
3	pineapple workers and retirees and mortgage payments or rental
4	assistance payments under this section.
5	(c) The corporation shall adopt rules in accordance with
6	chapter 91 to effectuate the purposes of this section."]
7	PART V
8	SECTION 15. The purpose of this part is to reclassify the
9	rental housing trust fund as a revolving fund.
10	The legislature finds that the fund serves the purpose for
11	which it was created, but does not meet the criteria for a trust

into the general fund. The corporation shall establish

15 "(f) The corporation, through the housing advocacy and information system, shall develop and maintain an affordable

amended by amending subsection (f) to read as follows:

SECTION 16. Section 201H-6, Hawaii Revised Statutes, is

fund, and should be reclassified as a revolving fund.

- 17 housing inventory registry to identify:
- 18 (1) Affordable housing projects developed by the
 19 corporation utilizing moneys in the rental housing
 20 [trust] revolving fund established pursuant to section

1		201H-202 or the dwelling unit revolving fund[+]
2		established pursuant to section 201H-191;
3	(2)	State and federal public housing projects identified
4		by the Hawaii public housing authority;
5	(3)	United States Department of Housing and Urban
6		Development Region 9 federally supported and privately
7		managed housing projects; and
8	(4)	State and county lands that may be developed for
9		affordable housing, as defined in section 201H-57(b)."
10	SECT:	ION 17. Chapter 201H, Hawaii Revised Statutes, is
11	amended by	y amending the title of part III, subpart J, to read as
12	follows:	
13		"J. Rental Housing [Trust] <u>Revolving</u> Fund"
14	SECT	ION 18. Section 201H-201, Hawaii Revised Statutes, is
15	amended by	y amending the definition of "fund" to read as follows:
16	""Fur	nd" means the rental housing [trust] revolving fund
17	establish	ed [in this subpart.] pursuant to section 201H-202."
18	SECT	ION 19. Section 201H-202, Hawaii Revised Statutes, is
19	amended by	y amending its title and subsection (a) to read as
20	follows:	

1	"§20	1H-202 Rental housing [trust] revolving fund. (a)
2	There is	established the rental housing [trust] revolving fund
3	to be adm	inistered by the corporation."
4	SECT	ION 20. Section 247-7, Hawaii Revised Statutes, is
5	amended t	o read as follows:
6	"§24	7-7 Disposition of taxes. All taxes collected under
7	this chap	ter shall be paid into the state treasury to the credit
8	of the ge	neral fund of the State, to be used and expended for
9	the purpo	ses for which the general fund was created and exists
10	by law; p	rovided that of the taxes collected each fiscal year:
11	(1)	Ten per cent shall be paid into the land conservation
12		fund established pursuant to section 173A-5;
13	(2)	Twenty-five per cent from July 1, 2009, until June 30,
14		2012; thirty per cent from July 1, 2012, until
15		June 30, 2014; and fifty per cent in each fiscal year
16		thereafter shall be paid into the rental housing
17		[trust] revolving fund established by section 201H-
18		202; and
19	(3)	Twenty per cent from July 1, 2009, until June 30,
20		2012, and twenty-five per cent in each fiscal year
21		thereafter shall be paid into the natural area reserve

1	fund established by section 195-9; provided that the
2	funds paid into the natural area reserve fund shall
3	annually disbursed by the department of land and
4	natural resources in the following priority:
5	(A) To natural area partnership and forest
6	stewardship programs after joint consultation
7	with the forest stewardship committee and the
8	natural area reserves system commission;
9	(B) Projects undertaken in accordance with watershe
10	management plans pursuant to section 171-58 or
11	watershed management plans negotiated with
12	private landowners, and management of the natur
13	area reserves system pursuant to section 195-3;
14	and
15	(C) The youth conservation corps established under
16	chapter 193."
17	PART VI
18	SECTION 21. The purpose of this part is to repeal the
19	public facility revenue bond special fund.
20	The legislature finds that the fund does not meet the
21	purpose for which it was created and does not meet the criteri

- 1 for a special fund. Accordingly, since the fund is an integral
- 2 part of chapter 206E, part IV, the legislature finds that the
- 3 entire part should be repealed.
- 4 SECTION 22. Chapter 206E, part IV, Hawaii Revised
- 5 Statutes, is repealed.
- 6 PART VII
- 7 SECTION 23. The purpose of this part is to repeal the
- 8 capital formation revolving fund.
- 9 The legislature finds that the fund does not serve the
- 10 purpose for which it was created, does not meet the criteria for
- 11 a revolving fund, has never been used, has not supported any
- 12 investment, and should be repealed. The legislature further
- 13 finds that chapter 211G, Hawaii Revised Statutes, should be
- 14 repealed because the fund is inactive.
- 15 SECTION 24. Section 211F-4, Hawaii Revised Statutes, is
- 16 amended by amending subsection (a) to read as follows:
- "(a) The corporation shall have all of the powers
- 18 necessary to carry out its purposes which shall include but not
- 19 be limited to the power to:
- 20 (1) Adopt rules pursuant to chapter 91 to carry out the
- 21 purposes of this chapter;

1	(2)	Adopt an official seal;
2	(3)	Sue and be sued, in its own name;
3	(4)	Finance, conduct, or cooperate in financing or
4		conducting technological, business, financial, or
5		other investigations that are related to or likely to
6		lead to business and economic development by making
7		and entering into contracts and other appropriate
8		arrangements, including the provision of loans, start
9		up and expansion capital, and other forms of
10		assistance;
11	(5)	Solicit, study, and assist in the preparation of
12		business plans and proposals;
13	(6)	Provide advice and technical and marketing assistance
14		support, and promotion to enterprises in which
15		investments have been made;
16	(7)	Coordinate the corporation's programs with any
17		education and training program;
18	(8)	Carry out specialized programs designed to encourage
19		the development of new products, businesses, and
20		markets;

1	(9)	Prepare, publish, and distribute such technical
2		studies, reports, bulletins, and other materials as it
3		deems appropriate, subject only to the maintenance and
4		respect for confidentiality of client proprietary
5		information;
6	(10)	Organize, conduct, sponsor, or cooperate in and assist
7		in the conduct of conferences, demonstrations, and
8		studies relating to the stimulation and formation of
9		businesses [and to fulfilling the objectives and
10		purposes of chapter 211G];
11	(11)	Provide and pay for such advisory services and
12	•	technical, managerial, and marketing assistance,
13		support, and promotion as may be necessary or
14		desirable to carry out the purposes of this chapter;
15	(12)	Acquire, hold, and sell qualified securities;
16	(13)	Consent, subject to the provisions of any contract
17		with noteholders or bondholders, whenever the
18		corporation deems it necessary or desirable in the
19		fulfillment of the purposes of this chapter, to the
20		modification, with respect to rate of interest, time
21		of payment of any installment of principal or

1		interest, or any other terms, of any contract or
2		agreement of any kind to which the corporation is a
3		party;
4	(14)	Accept donations, grants, bequests, and devises of
5		money, property, service, or other things of value
6		that may be received from the United States or any
7		agency thereof, any governmental agency, or any public
8		or private institution, person, firm, or corporation,
9		to be held, used, or applied for any or all of the
10		purposes specified in this chapter. Receipt of each
11		donation or grant shall be detailed in the annual
12		report of the corporation. The report shall include
13		the identity of the donor or lender, the nature of the
14		transaction, and any conditions attaching thereto;
15	(15)	Invest any funds held in reserves or sinking funds, or
16		any funds not required for immediate disbursement, in
17		such investments as may be lawful for fiduciaries in
18		the State;
19	(16)	Acquire real property, or an interest therein, by
20		purchase or foreclosure, where that acquisition is
21		necessary or appropriate to protect or secure any

H.B. NO. 79 S.D. 1

1		investment or loan in which the corporation has an
2		interest; sell, transfer, and convey the property to a
3		buyer and if the sale, transfer, or conveyance cannot
4		be effected with reasonable promptness or at a
5		reasonable price, to lease the property to a tenant;
6	(17)	Acquire, own, hold, dispose of, and encumber personal
7		property of any nature, or any interest therein;
8	(18)	Enter into agreements or other transactions with any
9		federal, state, or county agency;
10	(19)	Make contracts and execute all instruments necessary
11		or convenient for the carrying on of its business;
12	(20)	Appear in its own behalf before state, county, or
13		federal agencies;
14	(21)	Procure insurance as may be necessary;
15	(22)	Appoint officers, employees, consultants, agents, and
16		advisors who shall not be subject to chapter 76, and
17		prescribe their duties and fix compensation within the
18		limitations provided by law;
19	(23)	Appoint advisory committees as deemed necessary; and
20	(24)	Exercise any other powers of a corporation organized
21		under the laws of the State "

1	SECTION 25. Chapter 211G, Hawaii Revised Statutes, is
2	repealed.
3	PART VIII
4	SECTION 26. The purpose of this part is to repeal the
5	statewide geospatial information and data integration special
6	fund.
7	The legislature finds that the fund does not serve the
8	purpose for which it was created and should be repealed.
9	SECTION 27. Section 225M-6, Hawaii Revised Statutes, is
10	repealed.
11	["\\225M-6 Fees for statewide planning and geographic
12	information system services and products. The office of
13	planning may charge fees for statewide planning and geographic
14	information system services and products. All fees collected
15	for statewide planning and geographic information system
16	analyses and other related services shall be deposited into the
17	statewide geospatial information and data integration special
18	fund for the sole purpose of supporting the statewide planning
19	and geographic information system. The office shall adopt rule
20	setting fees for statewide planning and geographic information
21	system services and products."

1	SECT	ION 28. Section 225M-7, Hawaii Revised Statutes, is
2	repealed.	
3	[" [\$	225M-7] Statewide geospatial information and data
4	integrati	on special fund. (a) There is established in the
5	state tre	asury the statewide geospatial information and data
6	integrati	on special fund, into which shall be deposited:
7	(1)	Moneys directed, allocated, or disbursed to the
8		statewide geospatial information and data integration
9		program from other government agencies or private
10		sources to help support the acquisition of hardware,
11		software, applications, and databases;
12	(2)	Moneys directed, allocated, or disbursed to the
13		statewide geospatial technologies program from non
14		state sources, including but not limited to grants,
15		awards, and donations;
16	(3)	Moneys collected as fees for statewide planning and
17		geographic information system services rendered; and
18	(4)	Investment earnings credited to the assets of the fund
19		and all interest on special fund balances.

1	(b)	The statewide geospatial information and data
2	integrati	on special fund shall be used to help defray the cost
3	of, inclu	ding but not limited to the following:
4	(1)	Programs and activities to implement this chapter,
5		including the provision of state funds to match
6		federal funds from the United States Geological Survey
7		or other federal departments; and
8	(2)	Operating costs of the statewide planning and
9		geographic information system, including acquisition
10		and maintenance of hardware or software necessary to
11		implement this chapter, acquisition and maintenance of
12		geospatial and other data, application development,
13		training, and other products or services of general
14		benefit to the statewide geospatial information and
15		data integration program and its stakeholders."]
16		PART IX
17	SECT	TION 29. The purpose of this part is to repeal the fee
18	simple re	sidential revolving fund.
19	The	legislature finds that the fund no longer serves the
20	purpose f	or which it was created, does not meet the criteria for
21	a revolvi	ng fund, and should be repealed.

H.B. NO. 79

- 1 SECTION 30. Section 201H-211, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "§201H-211 Expenditures of revolving funds under the
- 4 corporation exempt from appropriation and allotment. Except as
- 5 to administrative expenditures, and except as otherwise provided
- 6 by law, expenditures from the revolving funds administered by
- 7 the corporation under subparts I and J of part III, relating to
- 8 financing programs, or [sections] section 201H-80[$_{7}$] or 201H-
- 9 123[, or 516 44] may be made by the corporation without
- 10 appropriation or allotment by the legislature; provided that no
- 11 expenditure shall be made from and no obligation shall be
- 12 incurred against any revolving fund in excess of the amount
- 13 standing to the credit of the fund or for any purpose for which
- 14 the fund may not lawfully be expended. Nothing in sections 37-
- 15 31 to 37-41 shall require the proceeds of the revolving funds
- 16 identified in subparts I and J of part III, or [sections]
- 17 section 201H-80[$\frac{1}{7}$] or 201H-123[$\frac{1}{7}$ or 516-44] to be reappropriated
- 18 annually."
- 19 SECTION 31. Section 516-5, Hawaii Revised Statutes, is
- 20 amended to read as follows:

H.B. NO. 79 S.D. 1

1 "§516-5 Penalty. Any person who violates this chapter 2 shall be fined not more than \$5,000 nor less than \$1,000 or 3 imprisoned not more than one year, or both. [All fines 4 collected shall be deposited in the fee simple [residential] 5 revolving fund created by this chapter.] " 6 SECTION 32. Section 516-45, Hawaii Revised Statutes, is 7 amended to read as follows: 8 "§516-45 General obligation bonds. The director of 9 finance may, from time to time, issue general obligation bonds 10 in such amounts as may be authorized by the legislature, for the 11 purpose of acquisition by the Hawaii housing finance and development corporation of residential houselots within **12** 13 development tracts pursuant to chapter 516, part II or for the 14 acquisition of suitable properties to exchange pursuant to 15 section 516-24.5 or for the acquisition by the department of **16** land and natural resources under section 171-50.1 of suitable 17 properties for exchange pursuant to section 171-50.2 to **18** effectuate the purpose of this chapter. [The principal and 19 interest of general obligation bonds issued pursuant to this 20 section shall be reimbursed to the general fund from the fee 21 simple residential revolving fund as provided in section 516-

H.B. NO. 79

- 1 44.] Pending the receipt of funds from the issuance and sale of
- 2 general obligation bonds, amounts required within the limits of
- 3 legislative authorization may be advanced to the Hawaii housing
- 4 finance and development corporation from the general fund of the
- 5 State. Upon the receipt of the bond funds, the general fund
- 6 shall be reimbursed the amount advanced."
- 7 SECTION 33. Section 516-44, Hawaii Revised Statutes, is
- 8 repealed.
- 9 ["\\$516-44 Fee simple residential revolving fund. A fee
- 10 simple residential revolving fund is created. The funds
- 11 appropriated for the purposes of this chapter and chapter 519
- 12 and all moneys received or collected by the Hawaii housing
- 13 finance and development corporation under this chapter and
- 14 chapter 519 shall be deposited in the revolving fund. Moneys
- 15 collected to reimburse the corporation from the lessees for
- 16 their pro rata share of the direct costs incurred by the
- 17 corporation under this chapter shall be deposited into the
- 18 revolving fund. The proceeds in the funds shall first be used
- 19 to pay the principal and interest on bonds or other indebtedness
- 20 issued by the corporation, or by the State, and then for

- 1 necessary expenses, including indirect costs of the corporation
- 2 in administering chapters 516 and 519.
- 3 Moneys in the fund shall be used to pay all costs of
- 4 chapters 516 and 519 including administration."]
- 5 PART X
- 6 SECTION 34. All balances in the funds renamed and
- 7 reclassified pursuant to sections 3, 8, 10, 11, 12, and 19 of
- 8 this Act shall remain in their respective funds as if no
- 9 renaming and reclassification had occurred.
- 10 SECTION 35. On July 1, 2015, all unencumbered balances
- 11 remaining in the funds repealed by sections 14, 22, 25, 28, and
- 12 33 of this Act, shall lapse to the credit of the general fund.
- 13 SECTION 36. Statutory material to be repealed is bracketed
- 14 and stricken. New statutory material is underscored.
- 15 SECTION 37. This Act shall take effect on July 1, 2050;
- 16 provided that the amendments made in section 6 shall not be
- 17 repealed when section 36-27, Hawaii Revised Statutes, is
- 18 reenacted on December 31, 2015, pursuant to section 7 of Act
- 19 124, Session Laws of Hawaii 2014.

Report Title:

Non-General Funds; Reclassification; Repeal

Description:

Reclassifies and repeals various non-general funds, as recommended by the Auditor in Auditor's Report No. 14-13. Effective 7/1/2050. (SD1)

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