A BILL FOR AN ACT

RELATING TO TOURISM.

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

1	PART I
2	SECTION 1. Section 201B-8, Hawaii Revised Statutes, is
3	amended to read as follows:
4	"§201B-8 Convention center [enterprise] operations and
5	maintenance special fund. (a) There is established the
6	convention center [enterprise] operations and maintenance
7	special fund, into which shall be deposited:
8	[(1) A portion of the revenues from the transient
9	accommodations tax, as provided by section 237D 6.5;
10	$\frac{(2)}{(1)}$ All revenues or moneys derived from the
11	operations of the convention center to include all
12	revenues from the food and beverage service, all
13	revenues from the parking facilities or from any
14	concession, and all revenues from the sale of
15	souvenirs, logo items, or any other items offered for
16	purchase at the convention center; and

1	[-(3)-]	(2) Private contributions, interest, compensation,
2		gross or net revenues, proceeds, or other moneys
3		derived from any source or for any purpose arising
4		from the use of the convention center facility; [and
5	(4)	Appropriations by the legislature, including any
6		transfers from the tourism special fund established
7		under section 201B-11 for marketing the facility
8		pursuant to section 201B-7(a)(7).]
9	provided	that all moneys in excess of \$6,000,000 at the close of
10	June 30 o	f each year shall be deposited into the general fund.
11	(b)	Moneys in the convention center [enterprise]
12	operation	s and maintenance special fund shall be used by the .
13	authority	for the payment of any and all of the following:
14	[(1)	Debt owed to the department of budget and finance
15		relating to the convention center; and
16	(2)]	(1) Expenses arising from any and all use, operation,
17		maintenance, alteration, improvement, or any
18		unforeseen or unplanned repairs of the convention
19		center, including without limitation the food and
20		beverage service and parking service provided at the
21		convention center facility, the sale of souvenirs,

1		logo items, or other items, for any future major
2		repair, maintenance, and improvement of the convention
3		center facility as a commercial enterprise or as a
4		world class facility for conventions, entertainment,
5		or public events, and for marketing the facility
6	4	pursuant to section $201B-7(a)(7)[-]$; and
7	(2)	Salaries for convention center personnel.
8	(c)	Moneys in the convention center [enterprise]
9	operation	s and maintenance special fund may be:
10	(1)	Placed in interest-bearing accounts; provided that the
11		depository in which the money is deposited furnishes
12		security as provided in section 38-3; or
13	(2)	Otherwise invested by the authority until such time as
14		the moneys may be needed; provided that the authority
15		shall limit its investments to those listed in section
16		36-21.
17	All inter	est accruing from investment of the moneys shall be
18	credited	to the convention center [enterprise] operations and
19	maintenan	ce special fund."
20	SECT	ION 2. Section 201B-11, Hawaii Revised Statutes, is
21	amended b	y amending subsection (c) to read as follows:

1	"(C)	Moneys in the tourism special fund shall be used by
2	the autho	rity for the purposes of this chapter $[\tau]$; provided
3	that:	
4	(1)	[Not] No more than [3.5 per cent of this amount]
5		\$2,800,000 shall be used for administrative expenses[$ au$
6		including \$15,000 for a protocol fund to be expended
7		at the discretion of the president and chief executive
8		officer]; [and]
9	(2)	[At least \$1,000,000 shall be made available to
10		support efforts to manage, improve, and protect
11		Hawaii's natural environment and areas frequented by
12		visitors.] No more than \$49,200,000 shall be used for
13		marketing expenses;
14	(3)	No more than \$2,500,000 shall be used for research
15		expenses;
16	(4)	No more than \$5,800,000 shall be used for sports
17		marketing expenses; and
18	(5)	Moneys shall be used for the operation of a Hawaiian
19		center and the museum of Hawaiian music and dance at
20		the Hawaii convention center pursuant to section
21		237D-6.5(b);

T	provided further that nothing in this subsection shall be
2	construed to affect the amount of transient accommodations tax
3	revenue allocated to the fund pursuant to section 237D-6.5(b).
4	For the purposes of this subsection, "administrative
5	expenses" means office equipment, salaries, and supplies."
6	SECTION 3. Section 237D-6.5, Hawaii Revised Statutes, is
7	amended by amending subsection (b) to read as follows:
8	"(b) Except for the revenues collected pursuant to section
9	237D-2(e), revenues collected under this chapter shall be
10	distributed in the following priority, with the excess revenues
11	to be deposited into the general fund:
12	(1) \$1,500,000 shall be allocated to the Turtle Bay
13	conservation easement special fund beginning July 1,
14	2015, for the reimbursement to the state general fund
15	of debt service on reimbursable general obligation
16	bonds, including ongoing expenses related to the
17	issuance of the bonds, the proceeds of which were used
18	to acquire the conservation easement and other real
19	property interests in Turtle Bay, Oahu, for the
20	protection, preservation, and enhancement of natural

1		resources important to the State, until the bonds are	
2		fully amortized;	
3	[(2)	\$26,500,000 shall be allocated to the convention	
4		center enterprise special fund established under	
5		section-201B-8;	
6	(3)	\$82,000,000] (2) \$60,300,000 shall be allocated to	
7		the tourism special fund established under section	
8		201B-11; provided that:	
9		(A) Beginning on July 1, 2012, and ending on June 30,	
10		2015, \$2,000,000 shall be expended from the	
11		tourism special fund for development and	
12		implementation of initiatives to take advantage	
13		of expanded visa programs and increased travel	
14		opportunities for international visitors to	
15		Hawaii; <u>and</u>	
16		(B) Of the $[\$82,000,000]$ $\$60,300,000$ allocated $[\div$	
17		$\frac{(i)}{i}$], \$1,000,000 shall be allocated for the	
18		operation of a Hawaiian center and the museum of	
19		Hawaiian music and dance at the Hawaii convention	
20		center; [and	

1			(ii) 0.5 per cent of the \$82,000,000 shall be
2			transferred to a sub-account in the tourism
3			special fund to provide funding for a safety
4			and security budget, in accordance with the
5			Hawaii tourism strategic plan 2005 2015; and
6		(C)	Of the revenues remaining in the tourism special
7			fund after revenues have been deposited as
8			provided in this paragraph and except for any sum
9	•		authorized by the legislature for expenditure
10			from revenues subject to this paragraph,
11			beginning July 1, 2007, funds shall be deposited
12			into the tourism emergency special fund,
13			established in section 201B-10, in a manner
14			sufficient to maintain a fund balance of
15			\$5,000,000 in the tourism emergency special fund;
16	(4)]	(3)	\$103,000,000 shall be allocated as follows:
17		Kaua	ai county shall receive 14.5 per cent, Hawaii
18		cour	nty shall receive 18.6 per cent, city and county of
19		Hono	olulu shall receive 44.1 per cent, and Maui county
20		shal	ll receive 22.8 per cent; provided that commencing
21		with	h fiscal year 2018-2019, a sum that represents the

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1		diff	difference between a county public employer's annual		
2		requi	red contribution for the separate trust fund		
3		estal	olished under section 87A-42 and the amount of the		
4		count	y public employer's contributions into that trust		
5		fund	shall be retained by the state director of		
6		finar	nce and deposited to the credit of the county		
7		publi	c employer's annual required contribution into		
8		that	trust fund in each fiscal year, as provided in		
9		secti	on 87A-42, if the respective county fails to		
10		remit	the total amount of the county's required annual		
11		contr	ributions, as required under section 87A-43; [and		
12	(5)]	(4)	\$3,000,000 shall be allocated to the special land		
13		and d	and development fund established under section 171-19;		
14		provided that the allocation shall be expended [in			
15		accor	accordance with the Hawaii tourism authority strategic		
16		plan] for:			
17		(A)	The protection, preservation, maintenance, and		
18			enhancement of natural resources, including		
19			beaches, important to the visitor industry;		
20		(B)	Planning, construction, and repair of facilities;		
21			and		

1		(C) Operation and maintenance costs of public lands,
2		including beaches, connected with enhancing the
3		visitor experience[-];
4	(5)	\$16,500,000 shall be allocated to the department of
5		business, economic development, and tourism; provided
6		that the funds allocated shall be expended for other
7	•	economic development initiatives and programs;
8	(6)	\$3,500,000 shall be allocated to the department of
9		education; provided that the department of education
10		shall administer a grant program to allow public
11		schools to apply for funding for kindergarten through
12		twelfth grade education-related economic development
13		initiatives and programs related to hospitality and
14		tourism industry careers and related post-secondary
15		education programs for career technical education,
16		adult education, and early college programs for the
17		hospitality and tourism industry career pathways;
18		provided further that the department of education
19		shall submit an annual report of its expenditures
20		pursuant to this paragraph to the legislature no later

1		than twenty days prior to the convening of each	
2		regular session of the legislature;	
3	(7)	\$7,891,000 shall be allocated to the University of	
4		Hawaii system; provided that of the funds allocated:	
5		(A) \$4,999,070 shall be allocated to University of	
6		Hawaii community colleges statewide for academic	
7		programs relating to a hospitality and tourism	
8		industry career pathway; and	
9		(B) \$2,891,930 shall be allocated to four-year	
10		University of Hawaii campuses for academic	
11		programs relating to a hospitality and tourism	
12		industry career pathway;	
13	(8)	\$3,000,000 shall be allocated to University of Hawaii	
14		athletics; provided that the funds allocated shall be	
15		expended for student athlete travel;	
16	<u>(9)</u>	\$9,608,554 shall be allocated to the department of	
17		land and natural resources; provided that the funds	
18		allocated shall be expended to address the impact of	
19		tourism on the natural resources of the State and	
20		support efforts to manage, improve, and protect	
21		Hawaii's natural environment and areas frequented by	

1	visitors to the State. Funds shall be allocated as
2	follows:
3	(A) \$2,908,554 shall be allocated to the division of
4	state parks and expended for contracts for county
5	lifeguards at the following state parks:
6	(i) Makena state park, county of Maui;
7	(ii) Haena state park, county of Kauai;
8	(iii) Hapuna beach state recreation area, county
9	of Hawaii; and
10	(iv) Kaena point state park, city and county of
11	Honolulu;
12	(B) \$1,400,000 shall be allocated to the division of
13	state parks for park management, including
14	management of comfort stations, maintenance of
15	park grounds and trails, and expenditures
16	relating to refuse collection and disposal,
17	utilities, parking congestion, and personnel;
18	(C) \$1,500,000 shall be allocated to the division of
19	conservation and resources enforcement to be
20	allocated and expended for:

1	<u>(i)</u>	Increased maintenance, monitoring,
2		patrolling, and enforcement at state small
3		boat harbors and state parks;
4	<u>(ii)</u>	The engagement of members of the public,
5		especially visitors to the State, who use
6		state small boat harbors and state parks, to
7		provide education on administrative rule
8		requirements in an effort to reduce
9		violations and prevent repeated violations;
10	<u>(iii)</u>	Dedicated staff to concentrate efforts and
11		conduct regular patrols at state small boat
12		harbors and state parks; and
13	<u>(iv)</u>	Regular maintenance of equipment, tools, and
14	-	supplies to ensure officers are prepared to
15		patrol in any environment;
16	(D) \$1,20	00,000 shall be allocated to the division of
17	<u>aqua</u>	tic resources; provided that the funds
18	allo	cated shall be expended for:
19	<u>(i)</u>	The development of public service
20		announcements and other materials regarding
21		the impact of public and commercial uses of

1		aquatic resources on coral reefs and other
2		marine life, and regarding good practices by
3		visitors and residents to protect corals,
4		monk seals, whales, dolphins, turtles, and
5		other marine life; and
6	<u>(ii)</u>	Monitoring marine resources in marine life
7		conservation districts, including but not
8		limited to Kealakekua bay in the county of
9		Hawaii, Molokini shoal and Honolua bay in
10		the county of Maui, Hanauma bay and Waikiki
11		in the city and county of Honolulu, and
12		other protected areas, such as Haena in the
13	-	county of Kauai, to inform appropriate
14	!	management and ensure the sustainability of
15		these marine resources;
16	(E) \$1,20	0,000 shall be allocated to the division of
17	fores	try and wildlife for:
18	<u>(i)</u>	Increased maintenance, personnel, and site
19		improvement costs, especially for high-use
20	<u>.</u>	areas, of state trail and road features;

1	<u>(ii)</u>	Increased staff site visits to address
2		various issues associated with trail
3		management, including issues with trailhead
4		parking within small communities;
5	<u>(iii)</u>	Conducting regularly scheduled maintenance
6		for state trails;
7	<u>(iv)</u>	Locating and developing off-highway-vehicle
8		sites statewide that meet the needs of all
9		off-highway-vehicle users;
10	<u>(v)</u>	Increasing enforcement efforts to combat
11		vandalism;
12	<u>(vi)</u>	Installing and maintaining signs and other
13		infrastructure; and
14	(vii)	Improving the Na Ala Hele program by
15		protecting and expanding legal access to
16		trails and public rights-of-way; and
17	<u>(F)</u> \$1,4	00,000 shall be allocated to the division of
18	boat	ing and ocean recreation and expended for:
19	<u>(i)</u>	Cleaning up of marine debris and abandoned
20		and grounded vessels;
21	<u>(ii)</u>	Operating the day use mooring buoy program;

1		<u>(iii)</u>	Addressing marine debris and abandoned and
2			grounded vessels impacting public health and
3			safety on beaches, shorelines, and in
4			nearshore waters;
5		<u>(iv)</u>	Engaging the public, especially ocean users,
6			through education and safety campaigns
7			regarding marine debris and the day use
8			mooring buoy program;
9		<u>(v)</u>	Partnering with federal agencies to address
10			the effects of marine debris;
11		(vi)	Sponsoring scientific surveys of shoreline
12			marine debris density; and
13		(vii)	Installing and maintaining buoys in the day
14			use mooring buoy program to reduce damage to
15			the marine environment, potential marine
16			debris, and prevalence of grounded vessels;
17	(10)	\$8,000,00	0 shall be allocated as follows:
18		(A) \$2,0	00,000 to the county of Hawaii;
19		(B) \$2,0	00,000 to the county of Kauai;
20		(C) \$2,0	00,000 to the county of Maui; and
21		(D) \$2,0	00,000 to the city and county of Honolulu;

1	provided that the funds allocated shall be expended to
2	ensure the safety of users of county parks and
3	beaches; and
4	(11) \$8,000,000 shall be expended on grants, pursuant to
5	chapter 42F, to include but not be limited to Hawaiian
6	cultural initiatives, product development, community
7	programs, and tourism-related grants, as determined by
8	the legislature.
9	All transient accommodations taxes shall be paid into the
10	state treasury each month within ten days after collection and
11	shall be kept by the state director of finance in special
12	accounts for distribution as provided in this subsection.
13	As used in this subsection, "fiscal year" means the twelve-
14	month period beginning on July 1 of a calendar year and ending
15	on June 30 of the following calendar year."
16	PART II
17	SECTION 4. Section 36-27, Hawaii Revised Statutes, is
18	amended by amending subsection (a) to read as follows:
19	"(a) Except as provided in this section, and
20	notwithstanding 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 Special out-of-school time instructional program fund (1)under section 302A-1310; 4 School cafeteria special funds of the department of 5 (2)6 education; Special funds of the University of Hawaii; 7 (3) 8 (4)State educational facilities improvement special fund; 9 (5) Convention center [enterprise] operations and 10 maintenance special fund under section 201B-8; 11 Special funds established by section 206E-6; (6) 12 Aloha Tower fund created by section 206J-17; (7) 13 Funds of the employees' retirement system created by (8) 14 section 88-109; 15 (9) Hawaii hurricane relief fund established under chapter 16 431P; 17 (10)Hawaii health systems corporation special funds and the subaccounts of its regional system boards; 18 Tourism special fund established under section 19 (11)20 201B-11;

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1
        (12)
              Universal service fund established under section
2
              269-42;
3
        (13)
              Emergency and budget reserve fund under section
              328L-3;
4
5
        (14)
              Public schools special fees and charges fund under
6
              section 302A-1130;
        (15) Sport fish special fund under section 187A-9.5;
7
8
     [+](16)[+] Neurotrauma special fund under section 321H-4;
9
     [+](17)[+] Glass advance disposal fee established by section
10
             342G-82;
11
     [+](18)[+] Center for nursing special fund under section
12
              304A-2163;
13
     [+](19)[+] Passenger facility charge special fund established by
14
              section 261-5.5;
15
     [+](20)[+] Solicitation of funds for charitable purposes special
16
              fund established by section 467B-15;
     [+](21)[+] Land conservation fund established by section 173A-5;
17
18
     [+](22)[+] Court interpreting services revolving fund under
19
              section 607-1.5;
20
     [+](23)[+] Trauma system special fund under section 321-22.5;
21
     [+](24)[+] Hawaii cancer research special fund;
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[+](25)[+] Community health centers special fund; 1 2 [+](26)[+] Emergency medical services special fund; 3 [+](27)[+] Rental motor vehicle customer facility charge special fund established under section 261-5.6; 4 5 [+](28)[+] Shared services technology special fund under section 6 27-43; 7 [+](29)[+] Automated victim information and notification system 8 special fund established under section 353-136; 9 [+](30)[+] Deposit beverage container deposit special fund under 10 section 342G-104; 11 [+](31)[+] Hospital sustainability program special fund under 12 [+] section 346G-4[+]; 13 [+](32)[+] Nursing facility sustainability program special fund 14 under [+] section 346F-4[+]; 15 [+](33)[+] Hawaii 3R's school improvement fund under section 16 302A-1502.4; 17 [+](34)[+] After-school plus program revolving fund under section 302A-1149.5; and 18 19 [+](35)[+] Civil monetary penalty special fund under section 20 321-30.2,

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- 1 shall deduct five per cent of all receipts of all other special
- 2 funds, which deduction shall be transferred to the general fund
- 3 of the 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
- 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 5. Section 36-30, Hawaii Revised Statutes, is
- 15 amended by amending subsection (a) to read as follows:
- "(a) Each special fund, except the:
- 17 (1) Special out-of-school time instructional program fund
- under section 302A-1310;
- 19 (2) School cafeteria special funds of the department of
- 20 education;
- 21 (3) Special funds of the University of Hawaii;

1	(4)	State educational facilities improvement special fund;
2	(5)	Special funds established by section 206E-6;
3	(6)	Aloha Tower fund created by section 206J-17;
4	(7)	Funds of the employees' retirement system created by
5		section 88-109;
6	(8)	Hawaii hurricane relief fund established under chapter
7		431P;
8	(9)	Convention center [enterprise] operations and
9		maintenance special fund established under section
10		201B-8;
11	(10)	Hawaii health systems corporation special funds and
12		the subaccounts of its regional system boards;
13	(11)	Tourism special fund established under section
14		201B-11;
15	(12)	Universal service fund established under section
16		269-42;
17	(13)	Emergency and budget reserve fund under section
18		328L-3;
19	(14)	Public schools special fees and charges fund under
20		section 302A-1130;
21	(15)	Sport fish special fund under section 187A-9.5;

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[+](16)[+] Neurotrauma special fund under section 321H-4;
1
2
     [+](17)[+] Center for nursing special fund under section
3
              304A-2163;
4
     [+](18)[+] Passenger facility charge special fund established by
5
              section 261-5.5;
     [+](19)[+] Court interpreting services revolving fund under
6
7
              section 607-1.5;
8
     [+](20)[+] Trauma system special fund under section 321-22.5;
9
     [+](21)[+] Hawaii cancer research special fund;
10
     [+](22)[+] Community health centers special fund;
11
     [+](23)[+] Emergency medical services special fund;
12
     [+](24)[+] Rental motor vehicle customer facility charge special
              fund established under section 261-5.6;
13
14
     [+](25)[+] Shared services technology special fund under section
15
              27 - 43;
     [+](26)[+] Nursing facility sustainability program special fund
16
17
              established pursuant to [+]section 346F-4[+];
     [+](27)[+] Automated victim information and notification system
18
19
              special fund established under section 353-136;
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     [+](28)[+] Hospital sustainability program special fund under
21
              [+] section 346G-4[+]; and
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- 1 [+](29)[+] Civil monetary penalty special fund under section
- 321-30.2,
- 3 shall be responsible for its pro rata share of the
- 4 administrative expenses incurred by the department responsible
- 5 for the operations supported by the special fund concerned."
- 6 SECTION 6. Section 87A-42, Hawaii Revised Statutes, is
- 7 amended by amending subsection (d) to read as follows:
- 8 "(d) In any fiscal year subsequent to the 2017-2018 fiscal
- 9 year in which a county public employer's contributions into the
- 10 fund are less than the amount of the annual required
- 11 contribution, the amount that represents the excess of the
- 12 annual required contribution over the county public employer's
- 13 contributions shall be deposited into the fund from a portion of
- 14 all transient accommodations tax revenues collected by the
- 15 department of taxation under section [237D-6.5(b)(4).]
- 16 237D-6.5(b)(3). The director of finance shall deduct the amount
- 17 necessary to meet the county public employer's annual required
- 18 contribution from the revenues derived under section
- 19 [237D-6.5(b)(4)] 237D-6.5(b)(3) and transfer the amount to the
- 20 board for deposit into the appropriate account of the separate
- 21 trust fund."

1 SECTION 7. Section 171-19, Hawaii Revised Statutes, is 2 amended by amending subsection (a) to read as follows: 3 "(a) There is created in the department a special fund to be designated as the "special land and development fund". 4 5 Subject to the Hawaiian Homes Commission Act of 1920, as 6 amended, and section 5(f) of the Admission Act of 1959, all proceeds of sale of public lands, including interest on deferred 7 8 payments; all moneys collected under section 171-58 for mineral 9 and water rights; all rents from leases, licenses, and permits 10 derived from public lands; all moneys collected from lessees of 11 public lands within industrial parks; all fees, fines, and other 12 administrative charges collected under this chapter and chapter 13 183C; a portion of the highway fuel tax collected under chapter 14 243; all moneys collected by the department for the commercial 15 use of public trails and trail accesses under the jurisdiction 16 of the department; transient accommodations tax revenues 17 collected pursuant to section $[\frac{237D-6.5(b)}{(5)};]$ 237D-6.5(b)(4); 18 and private contributions for the management, maintenance, and 19 development of trails and accesses shall be set apart in the 20 fund and shall be used only as authorized by the legislature for 21 the following purposes:

1	(1)	To reimburse the general fund of the State for
2		advances made that are required to be reimbursed from
3		the proceeds derived from sales, leases, licenses, or
4		permits of public lands;
5	(2)	For the planning, development, management, operations,
6		or maintenance of all lands and improvements under the
7		control and management of the board pursuant to title
8		12, including but not limited to permanent or
9		temporary staff positions who may be appointed without
10		regard to chapter 76; provided that transient
11		accommodations tax revenues allocated to the fund
12		shall be expended as provided in section
13		$[\frac{237D-6.5(b)(5)}{};]$ $\underline{237D-6.5(b)(4)};$
14	(3)	To repurchase any land, including improvements, in the
15		exercise by the board of any right of repurchase
16		specifically reserved in any patent, deed, lease, or
17		other documents or as provided by law;
18	(4)	For the payment of all appraisal fees; provided that
19		all fees reimbursed to the board shall be deposited in
20		the fund;

1	(5)	For the payment of publication notices as required
2		under this chapter; provided that all or a portion of
3		the expenditures may be charged to the purchaser or
4		lessee of public lands or any interest therein under
5		rules adopted by the board;
6	(6)	For the management, maintenance, and development of
7		trails and trail accesses under the jurisdiction of
8		the department;
9	(7)	For the payment to private land developers who have
10		contracted with the board for development of public
11		lands under section 171-60;
12	(8)	For the payment of debt service on revenue bonds
13		issued by the department, and the establishment of
14		debt service and other reserves deemed necessary by
15		the board;
16	(9)	To reimburse the general fund for debt service on
17		general obligation bonds issued to finance
18		departmental projects, where the bonds are designated
19		to be reimbursed from the special land and development

fund;

20

H.B. NO. H.D. 1

- 1 (10) For the protection, planning, management, and
- 2 regulation of water resources under chapter 174C; and
- 3 (11) For other purposes of this chapter."
- 4 SECTION 8. Section 201B-2, Hawaii Revised Statutes, is
- 5 amended by amending subsection (f) to read as follows:
- 6 "(f) The board shall appoint one person to serve as
- 7 president and chief executive officer, exempt from chapters 76
- 8 and 88 who shall oversee the authority staff; provided that the
- 9 compensation package, including salary, shall not exceed fifteen
- 10 per cent of the [3.5 per cent] \$2,800,000 authorized for
- 11 administrative expenses under section 201B-11(c); [and] provided
- 12 further that the compensation package shall not include private
- 13 sector moneys or other contributions. The board shall set the
- 14 president and chief executive officer's duties,
- 15 responsibilities, holidays, vacations, leaves, hours of work,
- 16 and working conditions. It may grant other benefits as it deems
- 17 necessary."
- 18 SECTION 9. Section 201B-10, Hawaii Revised Statutes, is
- 19 amended by amending subsection (a) to read as follows:
- "(a) There is established outside the state treasury a
- 21 tourism emergency special fund to be administered by the board,

1	into which shall be deposited the revenues prescribed by
2	[section 237D 6.5(b).] All investment earnings from
3	moneys in the special fund shall be credited to the tourism
4	special fund established pursuant to section 201B-11."
5	PART III
6	SECTION 10. The department of budget and finance shall
7	cancel the reimbursable general obligation bond debt relating to
8	the convention center owed by the Hawaii tourism authority to
9	the department of budget and finance in the principal amount of
10	\$176,805,289 or so much thereof as may be owed, together with
11	any accrued and unpaid interest.
12	PART IV
13	SECTION 11. Statutory material to be repealed is bracketed
14	and stricken. New statutory material is underscored.
15	SECTION 12. This Act shall take effect on July 1, 2018.

Report Title:

Hawaii Tourism Authority; Convention Center Operations and Maintenance Special Fund; TAT; Debt

Description:

Renames the convention center enterprise special fund as the convention center operations and maintenance special fund, repeals the allocation of transient accommodations tax revenues to that fund, amends the allowable uses of that fund, and adds a cap to the amount of moneys deposited into the fund. Defines administrative expenses as used in section 201B-11(c), HRS, as office equipment, salaries, and supplies. Caps the amount of money from the tourism special fund that can be used for research and sports marketing expenses. Redistributes transient accommodations tax revenue from the Hawaii Tourism Authority to different state agencies and the counties for certain purposes. Requires the Department of Budget and Finance to cancel the reimbursable general obligation bond debt relating to the Convention Center that is owed by the Hawaii Tourism Authority. (SD2)

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

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