STAND. COM. REP. NO. **421**-20

Honolulu, Hawaii

, 2020

FEB 13

RE: H.B. No. 2530

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirtieth State Legislature Regular Session of 2020 State of Hawaii

Sir:

Your Committee on Lower & Higher Education, to which was referred H.B. No. 2530 entitled:

"A BILL FOR AN ACT RELATING TO THE UNIVERSITY OF HAWAII,"

begs leave to report as follows:

The purpose of this measure is to remove the \$3,000,000 cap on the amount the University of Hawaii System can expend from the University of Hawaii Tuition and Fees Special Fund (Special Fund) for the University of Hawaii Foundation.

Your Committee received testimony in support of this measure from the University of Hawaii System, University of Hawaii Foundation, University of Hawaii Alumni Association, and one individual.

Your Committee finds that the expenditures from the Special Fund are used for the purposes of promoting alumni relations and generating private donations for deposit into the University of Hawaii Foundation for the sole purpose of supporting the University. Your Committee further finds that in 2004, \$3,000,000 covered almost half the budget of the University of Hawaii Foundation, whereas currently it covers less than twenty-five percent of the budget. In 2019, the University of Hawaii Foundation raised \$72,000,000, nearly six times its operating budget in new gifts. The University of Hawaii and University of

Hawaii Foundation can significantly increase fundraising to more than \$110,000,000 each year; however, the University of Hawaii Foundation needs additional funding to build its program and take full advantage of the alumni engagement and fundraising opportunities. This measure will give the University of Hawaii the flexibility to determine what funding to provide the University of Hawaii Foundation for fundraising and alumni relations services that ultimately benefit the University.

Your Committee has amended this measure by changing its effective date to July 1, 2050.

As affirmed by the record of votes of the members of your Committee on Lower & Higher Education that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2530, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2530, H.D. 1, and be referred to your Committee on Finance.

Respectfully submitted on behalf of the members of the Committee on Lower & Higher Education.

AN H WOODSON, Chair

## State of Hawaii House of Representatives The THIRTIETH Legislature

H SCR 429-20

## Record of Votes of the Committee on Lower & Higher Education

Bill/Resolution No.: HB 2530	Committee Referral: LHE, FIN	Date	2/1/	2020
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to:  □ Pass, unamended (as is) Pass, with amendments (HD) □ Hold □ Pass short form bill with HD to recommit for future public hearing (recommit)				
LHE Members	Ayes	Ayes (WR)	Nays	Excused
1. WOODSON, Justin H. (C)		, ag 1 , y		
2. HASHEM, Mark J. (VC)				Boundaries and Statement and
3. QUINLAN, Sean (VC)				V
4. DeCOITE, Lynn			<u> </u>	
4. Decorre, Lynn				
5. JOHANSON, Aaron Ling			one in constitutive and the second of the se	
		\$15.41 \$1 To \$4.45		
6. KOBAYASHI, Dale T.			Carlo	
7. MORIKAWA, Dee		AAAA	Marie Communication Company Ave. Sec. 1, 28 th as a confidence of the communication of the co	
8. OHNO, Takashi			Carlow and any	
9. TARNAS, David A.			emilik kan menyenas entak kulu.	an Roomen a Johann III. II. Garlinoo oa
10 FOVYOVA I				
10. TOKIOKA, James Kunane		William III Marketa		
11. OKIMOTO, Val				
Ti. Oktivioto, vai				
				-
			<del></del>	
•				
TOTAL (11)	9			2
The recommendation is:  Adopted  If joint referral, did not support recommendation.  committee factorym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				