EXECUTIVE CHAMBERS

DAVID Y. IGE GOVERNOR

June 27, 2022

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty-First State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty-First State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 27, 2022, the following bill was signed into law:

SB3091 SD2 HD1 CD1

RELATING TO OPTIONS FOR STUDENTS IN DEPARTMENT OF EDUCATION SCHOOLS. **ACT 148**

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

on. THE SENATE

THIRTY-FIRST LEGISLATURE, 2022 STATE OF HAWAII

ACT 148 S.B. NO. C.D. 1

A BILL FOR AN ACT

RELATING TO OPTIONS FOR STUDENTS IN DEPARTMENT OF EDUCATION SCHOOLS.

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

- SECTION 1. The purpose of this Act is to provide clarity 1 and consistency with regard to commercial enterprise activities 2 3 in schools by: (1) Broadening the scope of profit-making operations 4 students may engage in at schools to include 5 commercial enterprises, while ensuring that engagement 6 in commercial enterprises shall be related to the 7
- primary educational purposes of the school, career 8
- pathway, academy, or program as required by section 9
- 302A-448, Hawaii Revised Statutes; and 10
- Allowing students to receive school credit, 11 (2)
- compensation, or both, when engaging in profit-making 12
- operations. 13
- SECTION 2. Section 302A-420, Hawaii Revised Statutes, is 14
- amended to read as follows: 15
- "§302A-420 Profits [to pupils.] and school credit for 16
- students. All net profits arising from agricultural [and], 17



•	industrial, or commercial enterprise pursuits (ander sections	
2	302A 420 to 302A 431] at any school, under the rules of the	
3	departmen	t:
4	(1)	Shall be used by the school to support agricultural,
5		industrial, and commercial enterprise pursuit programs
6		and for the purchase of equipment and [material,]
7		materials, not otherwise provided for in the school
8		budget, that will be of general benefit to the
9		[pupils;] <u>students;</u> or
10	(2)	May be distributed among the [pupils] students
11		actually engaged in the pursuits [+] ; provided that
12		school credit may also be granted to students engaged
13		in the permitted operations, either in addition to, or
14		in lieu of, any net profits distributed to the
15		students;
16	provided further that the commercial enterprise does not affect	
17	the tax-e	exempt status of general obligation bonds and complies
18	with the requirements of section 302A-448. The department shall	
19	provide for the keeping of simple books of account, showing the	
20	source and distribution of the money resulting from the	

- 1 operations carried on pursuant to this section, and for the
- 2 auditing of these books of account at least quarterly."
- 3 SECTION 3. Statutory material to be repealed is bracketed
- 4 and stricken. New statutory material is underscored.
- 5 SECTION 4. This Act shall take effect on July 1, 2022.

3091 S.D. 2 H.D. 1 C.D. 1 S.B. NO.

APPROVED this 27th day of June , 2022

GOVERNOR OF THE STATE OF HAWAII

THE SENATE OF THE STATE OF HAWAI'I

Date: May 3, 2022 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2022.

Ounds.

President of the Senate.

Clerk of the Senate

SB No. 3091, SD 2, HD 1, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 03, 2022 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2022.

(BCm

Scott K. Saiki Speaker House of Representatives

1. L. ille

Brian L. Takeshita

Chief Clerk

House of Representatives