## HOUSE OF REPRESENTATIVES THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

982 H.B. NO. H.D. 1

S.D. 2 C.D. 1

# A BILL FOR AN ACT

RELATING TO FUNDING FOR THE DEPARTMENT OF THE ATTORNEY GENERAL TOBACCO ENFORCEMENT UNIT.

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

1 SECTION 1. The legislature finds that the tobacco 2 enforcement special fund supports the tobacco enforcement unit 3 within the department of the attorney general to administer, 4 monitor, and enforce the master settlement agreement and related 5 Hawaii laws, including chapters 486P and 675, Hawaii Revised Statutes. Section 28-15(c), Hawaii Revised Statutes, currently 6 7 mandates that moneys in excess of \$500,000 remaining in the 8 tobacco enforcement special fund at the close of each fiscal 9 year lapse to the credit of the state general fund. Section 10 328L-2, Hawaii Revised Statutes, mandates that of all tobacco settlement moneys received by the State in each fiscal year, the 11 12 first \$350,000 be deposited in the state treasury to the credit 13 of the tobacco enforcement special fund.

14 The legislature further finds that to maintain the tobacco 15 enforcement unit's diligent enforcement efforts and to minimize 16 the risk of losing the master settlement agreement annual

# 2024-3041 HB982 CD1 HMS0

1

Page 2

1 payments, it is critical that the unit receive adequate and 2 continuous funding. 3 The purpose of this Act is to stabilize and increase funding for the tobacco enforcement unit within the department 4 5 of the attorney general by amending: The amount of funds that the tobacco enforcement 6 (1)7 special fund can carry over at the end of each fiscal 8 year; and 9 (2) The sum of moneys received from the tobacco master 10 settlement agreement that are deposited to the credit 11 of the tobacco enforcement special fund. 12 SECTION 2. Section 28-15, Hawaii Revised Statutes, is 13 amended by amending subsection (c) to read as follows: 14 "(c) All unencumbered and unexpended moneys in excess of 15 [\$500,000] \$750,000 remaining on balance in the tobacco 16 enforcement special fund at the close of June 30 of each year 17 shall lapse to the credit of the state general fund." 18 SECTION 3. Section 328L-2, Hawaii Revised Statutes, is 19 amended by amending subsection (a) to read as follows: 20 "(a) There is established in the state treasury the Hawaii 21 tobacco settlement special fund into which shall be deposited:

# 2024-3041 HB982 CD1 HMSO

2

982 H.D. 1

CD1

H.B. NO.

Page 3

# H.B. NO. <sup>982</sup> H.D. 1 S.D. 2 C.D. 1

1	(1) All tobacco settlement moneys; and
2	(2) All interest and earnings accruing from the investment
3	of moneys in the fund;
4	provided that of all tobacco settlement moneys received by the
5	State each fiscal year, the sum representing the first
6	[ <del>\$350,000</del> ] <u>\$750,000</u> of those moneys shall first be deposited in
7	the state treasury in each fiscal year to the credit of the
8	tobacco enforcement special fund. The Hawaii tobacco settlement
9	special fund shall be administered by the department."
10	SECTION 4. Statutory material to be repealed is bracketed
11	and stricken. New statutory material is underscored.
12	SECTION 5. This Act shall take effect on July 1, 2024.

# 2024-3041 HB982 CD1 HMS0

3

## H.B. NO. <sup>982</sup> H.D. 1 S.D. 2 C.D. 1

#### Report Title:

Attorney General; Tobacco Enforcement Special Fund; Hawaii Tobacco Settlement Special Fund

#### Description:

Amends the amount of funds within the tobacco enforcement special fund that may be carried over at the end of each fiscal year. Amends the amount of funds to be deposited to the credit of the tobacco enforcement special fund from the Hawaii tobacco settlement special fund. (CD1)

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

