A BILL FOR AN ACT

RELATING TO GOVERNMENT ACCOUNTABILITY.

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

SECTION 1. The legislature finds that every year, laws are enacted that require new studies and audits of various state government departments or agencies. Conducting and completing many of these studies and audits require an appropriation and also consume valuable time and resources of the department, agency, office, or branch of government tasked with preparing the study or audit.

8 The legislature also finds that the resultant report is 9 often not widely reviewed by the legislature or public and can 10 sometimes go completely unnoticed despite the fact that these 11 reports can contain valuable information.

12 The legislature further finds that mandating a public 13 hearing or informational briefing that would facilitate 14 discussion and analysis of the report findings and 15 recommendations would better serve the public interest.

16 The purpose of this Act is to:

2024-1358 SB2403 SD1 SMA.docx

Require a public hearing or informational briefing on
 certain audit reports and studies enacted with an
 appropriation or adopted by concurrent resolution
 within one year of the receipt of the report or study
 in order to properly review and consider the
 information provided therein;

7 (2) Require a public hearing or informational briefing on
8 performance audit reports issued by the office of the
9 auditor within one year of the publication of the
10 report in order to properly review and consider the
11 information provided therein; and

12 (3) Require reports to the legislature for certain funded13 programs.

SECTION 2. Chapter 21, Hawaii Revised Statutes, is amended by adding a new part to be appropriately designated and to read as follows:

17 "PART . HEARINGS OR BRIEFINGS ON REPORTS
18 §21- Procedures for consideration of reports. (a) For
19 any study or audit enacted with a legislative appropriation to
20 fund the study or audit or adopted by concurrent resolution,

2024-1358 SB2403 SD1 SMA.docx

including those studies or audits in any budget measure, and 1 2 which are conducted by: 3 The executive departments and agencies, including the (1) 4 Hawaii health systems corporation; 5 (2)The judiciary; 6 (3) The legislative reference bureau; or 7 (4) The office of Hawaiian affairs, 8 the state agency completing the study or audit shall submit the 9 report to the chair of the applicable subject matter committee 10 of each chamber or, if no chair is currently appointed to a 11 respective applicable subject matter committee, then to the 12 presiding officer of that chamber. The report shall comply with 13 the requirements of section 93-16. 14 The respective chairs of the committees to whom a (b) 15 report is submitted under subsection (a) shall conduct a public 16 hearing or informational briefing on the report within one year 17 of the chair receiving the report. Upon request of the chair, a 18 one-year extension of time or waiver of the requirement to 19 conduct a public hearing or informational briefing may be

20 granted by the president of the senate or the speaker of the 21 house of representatives, as appropriate; provided that the

2024-1358 SB2403 SD1 SMA.docx

Page 4

S.B. NO. ²⁴⁰³ S.D. 1

1 reasons for the granting a one-year extension of time or waiver of the requirement under this part shall be posted on the 2 legislature's website and publicly noticed at the state capitol. 3 4 (c)This section shall not apply to any financial or 5 regularly occurring study or audit enacted with a legislative 6 appropriation to fund the study or audit or adopted by 7 concurrent resolution. 8 Procedures for consideration of performance audit §21-

9 reports issued by the office of the auditor. (a) For each 10 performance audit report issued by the office of the auditor, the speaker of the house of representatives and the president of 11 12 the senate shall assign to the chairs of the appropriate 13 committees of their respective chambers the responsibility to 14 conduct a public hearing or informational briefing on the performance audit report. The chairs of the committees shall 15 16 conduct a public hearing or informational briefing on the 17 performance audit report within one year after the issuance of the report by the office of the auditor. 18

19 (b) This section shall not apply to any financial audit or20 single audit."

2024-1358 SB2403 SD1 SMA.docx

Page 5

S.B. NO. ²⁴⁰³ S.D. 1

1	SECTION 3. Chapter 26, Hawaii Revised Statutes, is amended	
2	by adding a new section to be appropriately designated and to	
3	read as follows:	
4	"§26- Establishment of programs; reports. Any	
5	departmen	t or agency that establishes a funded program in
6	accordance with an Act of the State shall submit a report on the	
7	program t	o the legislature no later than one year following the
8	date the	Act becomes law. The report to the legislature shall:
9	(1)	Identify all revenues, expenditures, and encumbrances
10		for the program;
11	(2)	Identify the number of employees hired to staff the
12		program;
13	(3)	Provide whether or not the program was implemented
14		within one year of the date the enabling Act became
15		law;
16	(4)	Identify the achievements, findings, and future plans
17		for the program, including any supporting data; and
18	(5)	Include any other information needed to sufficiently
19		apprise the legislature of the program's nature,
20		financial status, and effectiveness."

2024-1358 SB2403 SD1 SMA.docx

1	SECTION 4. Chapter 21, Hawaii Revised Statutes, is amended		
2	by designating sections 21-1 to 21-19 as part I, entitled		
3	"Investigating Committees".		
4	SECTION 5. Sections 21-1, 21-2, 21-6, 21-13, 21-15, and		
5	21-19, Hawaii Revised Statutes, are amended by substituting the		
6	word "part" wherever the word "chapter" appears, as the context		
7	requires.		
8	SECTION 6. New statutory material is underscored.		
9	SECTION 7. This Act shall take effect on July 1, 2112.		

Report Title:

Government Accountability; Legislative Hearings; Studies and Reports; State Funded Programs

Description:

Requires any report of a study or an audit enacted with a legislative appropriation or adopted by concurrent resolution to be submitted to the chairs of the appropriate subject matter committee of each house of the State Legislature. Requires a public hearing or informational briefing to be held within one year of receipt of the report, except under certain circumstances. Requires a public hearing or informational briefing to be held within one year of the publication of the performance audit reports. Exempts financial and other regularly occurring audits. Requires state departments and agencies to submit a report to the Legislature containing certain information regarding newly enacted, funded state programs within one year of the date on which the program's enabling Act became law. Takes effect 7/1/2112. (SD1)

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

