## A BILL FOR AN ACT

RELATING TO OHANA ZONES.

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

SECTION 1. There is established 1 full-time equivalent 2 FTE) positions, to be appropriately titled, within the 3 office of the governor, that shall be responsible for the deployment of the capital improvement funds appropriated by 4 5 section 3 of this Act; provided that the governor may transfer the positions to a designated executive branch department or 6 7 agency. 8 SECTION 2. There is appropriated out of the general 9 revenues of the State of Hawaii the sum of \$ 10 much thereof as may be necessary for fiscal year 2023-2024 and 11 the same sum or so much thereof as may be necessary for fiscal 12 year 2024-2025 for the ohana zones pilot program established 13 pursuant to Act 209, Session Laws of Hawaii 2018, as amended by 14 Act 128, Session Laws of Hawaii 2019, as amended by Act 235, 15 Session Laws of Hawaii 2022, including expenses relating to 16 operations, upkeep of facilities, provision of services, and 17 administrative costs.

- 1 The sums appropriated shall be expended by the office of
- 2 the governor for the purposes of this Act; provided that the
- 3 governor shall transfer the expenditure authority to designated
- 4 executive branch departments or agencies within a reasonable
- 5 time.
- 6 The appropriations made by this Act shall not lapse at the
- 7 end of the fiscal years for which the appropriations are made;
- 8 provided that all moneys from the appropriations that are
- 9 unencumbered as of June 30, 2026, shall lapse as of that date.
- 10 Notwithstanding any other law to the contrary, the governor
- 11 may transfer all or a portion of the appropriation in this
- 12 section to the governor's designated executive branch
- 13 departments or agencies for expenditures incurred in
- 14 implementing the ohana zones pilot program.
- 15 The governor's designated executive branch departments or
- 16 agencies may expend any appropriation transferred pursuant to
- 17 this section for the performance of their respective duties
- 18 under the ohana zones pilot program.
- 19 SECTION 3. There is appropriated out of the general
- 20 revenues of the State of Hawaii the sum of \$ or so
- 21 much thereof as may be necessary for fiscal year 2023-2024 and

- the same sum or so much thereof as may be necessary for fiscal
  year 2024-2025 to construct facilities for the ohana zones pilot
  program established pursuant to Act 209, Session Laws of Hawaii
- 4 2018, as amended by Act 128, Session Laws of Hawaii 2019, as
- 5 amended by Act 235, Session Laws of Hawaii 2022; provided that:
- 6 (1) The appropriation made for the capital improvement
  7 project authorized by this section shall not lapse at
  8 the end of the fiscal biennium for which the
  9 appropriation is made; and
- 10 (2) All moneys from the appropriation unencumbered as of
  11 June 30, 2026, shall lapse as of that date.
- The sums appropriated shall be expended by the office of
  the governor for the purposes of this Act; provided that the
  governor shall transfer the expenditure authority to designated
  executive branch departments or agencies within a reasonable
  time.
- Notwithstanding any other law to the contrary, the governor may transfer all or a portion of the appropriation in this section to the governor's designated executive branch departments or agencies for expenditures incurred in
- 21 implementing the ohana zones pilot program.

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- 1 The governor's designated executive branch departments or
- 2 agencies may expend any appropriation transferred pursuant to
- 3 this section for the performance of their respective duties
- 4 under the ohana zones pilot program.
- 5 SECTION 4. Act 209, Session Laws of Hawaii 2018, as
- 6 amended by Act 128, Session Laws of Hawaii 2019, as amended by
- 7 Act 235, Session Laws of Hawaii 2022, is amended by adding a new
- 8 section to read as follows:
- 9 "SECTION 4A. The ohana zones pilot program shall be a
- 10 government assistance program under section 201H-36(a)(2),
- 11 Hawaii Revised Statutes; provided that a regulatory agreement
- 12 for a minimum term of ten years shall be required under section
- 13 201H-36(b), Hawaii Revised Statutes, for facilities constructed
- 14 pursuant to section 3 of Act , Session Laws of Hawaii 2023."
- 15 SECTION 5. The exemptions enumerated in section 3 of Act
- 16 235, Session Laws of Hawaii 2022, shall apply to ohana zone
- 17 construction pursuant to this Act.
- 18 SECTION 6. New statutory material is underscored.
- 19 SECTION 7. This Act shall take effect on June 30, 3000.

### Report Title:

Ohana Zones Pilot Program; Construction; Facilities; General Excise Tax Exemption; Appropriation

### Description:

Establishes positions within the Office of the Governor to be responsible for the deployment of the capital improvement funds appropriated by this Act. Appropriates funds for the ohana zones pilot program for expenses relating to operations, upkeep of facilities, provision of services, administrative costs, and the construction of facilities. Makes the ohana zones pilot program a government assistance program for purposes of a general excise tax exemption. Specifies that certain exemptions shall apply to the ohana zone construction. Effective 6/30/3000. (HD2)

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