JAN 1 9 2023

### A BILL FOR AN ACT

RELATING TO EDUCATION.

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

- SECTION 1. Chapter 54, Hawaii Revised Statutes, is amended
  by adding a new section to part II to be appropriately
  designated and to read as follows:
- 4 "§54- Rounding up for teachers program. (a) Each
  5 board shall provide an option on each customer's utility bill
- 6 for the customer to voluntarily:
- Round up the total amount of the customer's water

  utility bill to the nearest dollar amount; or
- 9 (2) Contribute a specific donation amount of the customer's choice,
- 11 with the proceeds to be deposited into the rounding up for
- 12 teachers' salaries special fund established pursuant to section
- 13 <u>302A-</u>.
- (b) Each option described in subsection (a) (1) and (2)
- shall appear as a line item on the utility bill. The board
- 16 shall clearly indicate that:



| 1  | (1)   | Any moneys contributed will be deposited into the     |  |  |  |
|----|---|---|--|--|--|
| 2  |   | rounding up for teachers' salaries special fund for   |  |  |  |
| 3  |   | the purpose of providing additional compensation for  |  |  |  |
| 4  |   | department of education teachers; and                 |  |  |  |
| 5  | (2)   | Participation in the program is voluntary."           |  |  |  |
| 6  | SECT  | ION 2. Chapter 269, Hawaii Revised Statutes, is       |  |  |  |
| 7  | amended by adding a new section to part III to be appropriately |   |  |  |  |
| 8  | designated and to read as follows:                              |   |  |  |  |
| 9  | " <u>§</u> 26   | 9- Electric utilities; rounding up for teachers       |  |  |  |
| 10 | program.  | (a) Each electric utility shall provide an option on  |  |  |  |
| 11 | each cust   | omer's utility bill for the customer to voluntarily:  |  |  |  |
| 12 | (1)   | Round up the total amount of the customer's electric  |  |  |  |
| 13 |   | utility bill to the nearest dollar amount; or         |  |  |  |
| 14 | (2)   | Contribute a specific donation amount of the          |  |  |  |
| 15 |   | customer's choice,                                    |  |  |  |
| 16 | with the  | proceeds to be deposited into the rounding up for     |  |  |  |
| 17 | teachers'   | salaries special fund established pursuant to section |  |  |  |
| 18 | 302A-   | <u>·</u>  |  |  |  |
| 19 | (b)   | Each option described in subsection (a)(1) and (2)    |  |  |  |
| 20 | shall app   | ear as a line item on the utility bill. The electric  |  |  |  |
| 21 | utility s   | hall clearly indicate that:                           |  |  |  |

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| 1  | (1)  | Any moneys contributed will be deposited into the    |  |  |  |
|----|--|--|--|--|--|
| 2  |  | rounding up for teachers' salaries special fund for  |  |  |  |
| 3  |  | the purpose of providing additional compensation for |  |  |  |
| 4  |  | department of education teachers; and                |  |  |  |
| 5  | (2)  | Participation in the program is voluntary.           |  |  |  |
| 6  | <u>(c)</u>   | Any moneys collected pursuant to this section shall  |  |  |  |
| 7  | not be considered revenue of the electric utilities and,         |  |  |  |  |
| 8  | accordingly, shall not be subject to state or county taxes,      |  |  |  |  |
| 9  | including the general excise tax under chapter 237, the public   |  |  |  |  |
| 10 | service company tax under chapter 239, the public utility fee    |  |  |  |  |
| 11 | under section 269-30, and the public utility franchise tax under |  |  |  |  |
| 12 | chapter 2  | <u>40.</u> "   |  |  |  |
| 13 | SECT   | ION 3. Chapter 302A, Hawaii Revised Statutes, is     |  |  |  |
| 14 | amended by adding a new section to part III, subpart B, to be    |  |  |  |  |
| 15 | appropriately designated and to read as follows:                 |  |  |  |  |
| 16 | " <u>§30</u> :   | Rounding up for teachers' salaries special           |  |  |  |
| 17 | fund. (a   | There is established within the state treasury the   |  |  |  |
| 18 | rounding   | up for teachers' salaries special fund, into which   |  |  |  |
| 19 | shall be   | deposited:   |  |  |  |
| 20 | (1)  | All moneys received pursuant to sections 54- and     |  |  |  |
| 21 |  | 269- ; and   |  |  |  |

| 1  | (2)   | Any other appropria  | tions, gran  | its, or dona  | tions       |  |
|----|---|----------------------|--------------|---------------|-------------|--|
| 2  |   | received by the dep  | partment and | l designated  | for deposit |  |
| 3  |   | into the fund.       |              |               |             |  |
| 4  | (b)   | Subject to appropri  | ation by th  | e legislatu   | re, the     |  |
| 5  | department  | may use moneys in    | the fund to  | provide ad    | ditional    |  |
| 6  | compensation for teachers, including through increases in       |                      |              |               |             |  |
| 7  | salaries or bonuses.  |                      |              |               |             |  |
| 8  | (c) The board shall adopt rules pursuant to chapter 91 to       |                      |              |               |             |  |
| 9  | establish policies and procedures for the expenditure of moneys |                      |              |               |             |  |
| 10 | from the fund.  |                      |              |               |             |  |
| 11 | (d)   | Any moneys deposite  | ed into the  | fund shall    | be in       |  |
| 12 | addition t  | to and shall not sup | pplant any p | ortion of the | he base     |  |
| 13 | budget of the department of education."                         |                      |              |               |             |  |
| 14 | SECT  | ION 4. There is app  | propriated o | out of the g  | eneral      |  |
| 15 | revenues o  | of the State of Hawa | aii the sum  | of \$         | or so       |  |
| 16 | much there  | eof as may be necess | sary for fis | scal year 20  | 23-2024 to  |  |
| 17 | assist the  | e counties in implem | menting sect | ion 1 of th   | is Act;     |  |
| 18 | provided t  | that the moneys shal | ll be expend | led as follo  | ws:         |  |
| 19 | (1)   | County of Hawaii     |              | \$            |             |  |
| 20 | (2)   | County of Kauai      |              | \$            |             |  |
| 21 | (3)   | County of Maui       |              | Ċ             |             |  |

| 1 ( | 4) Cit | y and | county | of | Honolulu | \$ |
|-----|--------|-------|--------|----|----------|----|
|-----|--------|-------|--------|----|----------|----|

- The sums appropriated shall be expended by the respective
- 3 county for the purposes of this Act and shall constitute the
- 4 State's share of the cost of the mandated program under article
- 5 VIII, section 5, of the state constitution.
- 6 SECTION 5. New statutory material is underscored.
- 7 SECTION 6. This Act shall take effect on July 1, 2023;
- 8 provided that sections 1 and 2 shall take effect on July 1,
- 9 2024.

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INTRODUCED BY: Kut follo

## S.B. NO. 275

### Report Title:

Electric Utilities; County Boards of Water Supply; DOE; Teachers; Compensation; Round Up; Special Fund; Appropriation

#### Description:

Establishes the rounding up for teachers' salaries special fund, to be administered by the Department of Education. Requires electric utilities and county boards of water supply to provide an option for customers to voluntarily round up their bill to the nearest dollar or provide a specific contribution amount. Deposits the proceeds into the rounding up for teachers' salaries special fund. Appropriates moneys.

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