

STAND. COM. REP. NO.

692

Honolulu, Hawaii

FEB 18 2025

RE: S.B. No. 326
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirty-Third State Legislature
Regular Session of 2025
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 326 entitled:

"A BILL FOR AN ACT RELATING TO REVOLVING FUNDS,"

begs leave to report as follows:

The purpose and intent of this measure is to ensure the sustainability of state revolving funds.

Specifically, this measure requires the Legislature, when establishing or reviewing a revolving fund, to ensure that the revolving fund is financially self-sustainable by either:

- (1) Annual projections that show that the revolving fund will be sustainable without appropriations of general funds; or
- (2) A schedule of projected collections of outstanding payments to the revolving fund.

Your Committee received testimony in support of this measure from the Department of Budget and Finance.

Your Committee received comments on this measure from the Tax Foundation of Hawaii.

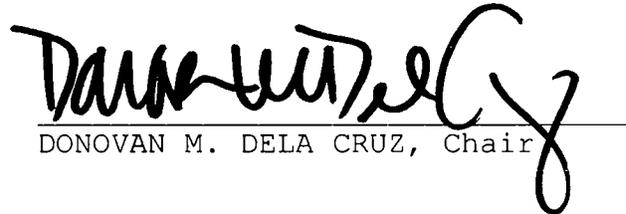


Your Committee finds that section 37-52.4, Hawaii Revised Statutes, requires the Legislature, when establishing or reviewing a revolving fund, to ensure the revolving fund demonstrates the capacity to be financially self-sustaining. Your Committee further finds that this measure establishes specific criteria by which a revolving fund could demonstrate this capacity.

Your Committee has amended this measure by changing the effective date to July 1, 2050, to facilitate further discussion on the measure.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 326, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 326, S.D. 1, and be placed on the calendar for Third Reading.

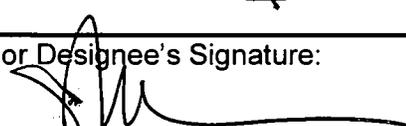
Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,


DONOVAN M. DELA CRUZ, Chair



The Senate
 Thirty-Third Legislature
 State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB326	Committee Referral: WAM	Date: 2-12-25		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
DELA CRUZ, Donovan M. (C)	X			
MORIWAKI, Sharon Y. (VC)	X			
AQUINO, Henry J.C.	X			
DECOITE, Lynn	X			
ELEFANTE, Brandon J.C.	X			
HASHIMOTO, Troy N.	X			
INOUYE, Lorraine R.	X			
KANUHA, Dru Mamo	X			
KIDANI, Michelle N.	X			
KIM, Donna Mercado	X			
LEE, Chris	X			
WAKAI, Glenn	X			
FEVELLA, Kurt	X			
TOTAL	13	0	0	0
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

***Only one measure per Record of Votes**