## A BILL FOR AN ACT

RELATING TO THE DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT, AND TOURISM.

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

| 1  | PART I   |
|----|--|
| 2  | SECTION 1. Section 8-5, Hawaii Revised Statutes, is            |
| 3  | amended as follows:  |
| 4  | 1. By amending subsection (a) to read:                         |
| 5  | "(a) There shall be a commission to be known as the King       |
| 6  | Kamehameha celebration commission placed within the department |
| 7  | of [accounting and general services] business, economic        |
| 8  | development, and tourism for administrative purposes. The      |
| 9  | commission shall consist of fifteen members to be appointed by |
| 10 | the governor in the manner provided by section 26-34. The      |
| 11 | appointments shall be made from the following organizations,   |
| 12 | with one member from each organization:                        |
| 13 | (1) Royal Order of Kamehameha I;                               |
| 14 | (2) 'Ahahui Ka'ahumanu;  |
| 15 | (3) Hale O Nā Aliʻi O Hawaiʻi 'Ahahui Poʻo;                    |
| 16 | (4) Daughters and Sons of Hawaiian Warriors Māmakakaua;        |

1 (5) Kamehameha Schools Alumni Association; Association of Hawaiian Civic Clubs; 2 (6) 3 (7)Waimānalo Hawaiian Homes Association; (8) Daughters of Hawaii; 5 Kapahulu Music Club; and (9)6 (10)Papakōlea Community Association. 7 Each organization shall maintain a certificate of good 8 standing issued by the department of commerce and consumer 9 affairs and an active membership list. Each organization may 10 recommend for appointment to the commission persons capable of 11 providing administrative guidance to the commission with regard 12 to knowledge of Hawaiian culture, history and protocols, legal 13 issues, business, accounting, marketing, philanthropy, or public 14 relations. 15 In addition, the governor shall appoint one member to the 16 commission from each of the following islands: Kaua'i, Lāna'i, 17 Maui, Moloka'i, and Hawai'i. Each of these members shall be a 18 resident of the respective island that the member represents. 19 The governor shall appoint persons capable of providing

administrative guidance with regard to legal issues, business,

accounting, marketing, philanthropy, or public relations."

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- 1 2. By amending subsections (c) and (d) to read:
- 2 "(c) The members of the King Kamehameha celebration
- 3 commission shall serve without compensation, but shall be
- 4 entitled to reimbursement for travel and necessary expenses
- 5 while attending meetings and while in discharge of their duties.
- 6 The [comptroller] director of business, economic development,
- 7 and tourism shall reimburse the members of the King Kamehameha
- 8 celebration commission for all necessary expenses incurred
- 9 during the discharge of their duties.
- 10 (d) The commission may appoint and dismiss an arts program
- 11 specialist and a part-time clerk typist, without regard to
- 12 chapter 76, who shall serve at the commission's pleasure, and
- 13 whose salaries shall be provided through fees, public
- 14 contributions, and private donations. The commission, by
- 15 majority vote, shall appoint an executive director who shall be
- 16 familiar with the people and culture of Hawai'i, and shall serve
- 17 without regard to chapter 76 for a term to be determined by the
- 18 commission. Except for matters undertaken by the [comptroller]
- 19 director of business, economic development, and tourism pursuant
- 20 to subsection (f), the executive director shall be responsible
- 21 for all fiscal and administrative matters, including securing

- 1 public contributions and private foundation grants or donations.
- 2 The executive director shall also be responsible for developing
- 3 and administering programs as the commission may direct. The
- 4 executive director may be removed for cause at any time by a
- 5 two-thirds vote of all commission members."
- **6** 3. By amending subsection (f) to read:
- 7 "(f) The [comptroller] director of business, economic
- 8 development, and tourism shall account for all moneys
- 9 appropriated by the legislature, may raise funds to defray
- 10 administrative costs, and may accept donations of money and
- 11 personal property on behalf of the commission; provided that all
- 12 donations accepted from private sources shall be expended in the
- 13 manner prescribed by the contributor, and all moneys received
- 14 from all sources shall be deposited into the commission's trust
- 15 account."
- 16 SECTION 2. Section 9-2, Hawaii Revised Statutes, is
- 17 amended by amending subsection (a) to read as follows:
- 18 "(a) There is hereby created a state foundation on culture
- 19 and the arts, which shall be placed within the department of
- 20 [accounting and general services] business, economic
- 21 development, and tourism for administrative purposes."

| 1  | SECT          | ION 3. Section 9-3, Hawaii Revised Statutes, is        |
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| 2  | amended t     | o read as follows:                                     |
| 3  | "§ <b>9</b> - | 3 Duties. The foundation shall:                        |
| 4  | (1)           | Assist in coordinating the plans, programs, and        |
| 5  |               | activities of individuals, associations, corporations, |
| 6  |               | and agencies concerned with the preservation and       |
| 7  |               | furtherance of culture and the arts and history and    |
| 8  |               | the humanities;  |
| 9  | (2)           | Establish written standards and criteria by which      |
| 10 |               | grant contracts shall be evaluated;                    |
| 11 | (3)           | Appraise the availability, adequacy, and accessibility |
| 12 |               | of culture and the arts and history and the humanities |
| 13 |               | to all persons throughout the State and devise         |
| 14 |               | programs whereby culture and the arts and history and  |
| 15 |               | the humanities can be brought to those who would       |
| 16 |               | otherwise not have the opportunity to participate;     |
| 17 | (4)           | Stimulate, guide, and promote culture and the arts and |
| 18 |               | history and the humanities throughout the State;       |
| 19 | (5)           | Devise and recommend legislative and administrative    |
| 20 |               | action for the preservation and furtherance of culture |
| 21 |               | and the arts and history and the humanities;           |

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| (6) | Study the availability of private and governmental  |
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|     | grants for the promotion and furtherance of culture |
|     | and the arts and history and the humanities;        |
| (7) | Through its executive director:                     |
|     | (A) Administer funds allocated by grant, gift, or   |
|     | bequest to the foundation; accept, hold,            |
|     | disburse, and allocate funds that may become        |
|     |   |

and the humanities; and

sources; provided that all those funds shall be disbursed or allocated in compliance with any specific designation stated by the donor and in the absence of any designation, the funds shall

be disbursed or allocated for the promotion and

furtherance of culture and the arts and history

available from other governmental and private

(B) Accept, hold, disburse, and allocate public funds that are made available to the foundation by the legislature for disbursement or allocation, pursuant to the standards and procedures

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| 1 | furtherand | e of | culture | and | the | arts | and | history |
|---|------------|------|---------|-----|-----|------|-----|---------|
| 2 | and the hu | mani | ties;   |     |     |      |     |         |

- 3 Submit an annual report with recommendations to the (8) governor and legislature, prior to February 1, of each 4 5 year. Annual reports shall include the total number and amount of gifts and other grants and income 6 7 received, payroll disbursements, contracts entered 8 into, and progress and accomplishments made during the 9 year, including the efforts of the Hawaii arts 10 education partners and its progress in implementing 11 the Hawaii arts education strategic plan and the 12 accomplishments of the art in public places and 13 relocatable works of art programs and the state art 14 museum;
  - (9) Convene the Hawaii arts education partners, which is composed of the department of education, the colleges of education and arts and humanities of the [University] university of Hawaii at Manoa, the Hawaii Association of Independent Schools, and the Hawaii Alliance for Art Education, to fully implement the terms of the Hawaii arts education strategic plan;

| 1  | (10) | Disp | olay student art works in public buildings, sponsor |
|----|------|------|---|
| 2  |      | stud | dent art displays, promote arts education, and in   |
| 3  |      | othe | er ways encourage the development of creative       |
| 4  |      | tale | ent among the young people of Hawaii;               |
| 5  | (11) | In c | cooperation with qualified organizations, conduct   |
| 6  |      | rese | earch, studies, and investigations in the fields of |
| 7  |      | ethn | ohistory and the humanities:                        |
| 8  |      | (A)  | Make, publish, and distribute works documenting     |
| 9  |      |      | the contributions of individual ethnic groups in    |
| 10 |      |      | their relationship to one another and to the        |
| 11 |      |      | whole population of Hawaii;                         |
| 12 |      | (B)  | Place ethnohistorical and cultural materials        |
| 13 |      |      | developed by the foundation or received by the      |
| 14 |      |      | foundation as gifts and donations in public         |
| 15 |      |      | archives, libraries, and other suitable             |
| 16 |      |      | institutions accessible to the public; and          |
| 17 |      | (C)  | Maintain a register of the location of such         |
| 18 |      |      | materials;  |
| 19 | (12) | Coop | erate with and assist the department of land and    |
| 20 |      | natu | ral resources and other state agencies in           |
| 21 |      | deve | loping and implementing programs relating to        |

| 1  |            | historic preservation, research, restoration, and      |
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| 2  |            | presentation, as well as museum activities;            |
| 3  | (13)       | Establish an individual artist fellowship program to   |
| 4  |            | encourage artists to remain and work in Hawaii and to  |
| 5  |            | reaffirm the importance of Hawaii's artists and their  |
| 6  |            | cultural and economic contributions to the State by:   |
| 7  |            | (A) Recognizing and honoring Hawaii's exceptionally    |
| 8  |            | talented visual and performing artists for their       |
| 9  |            | outstanding work in and commitment to the arts;        |
| 10 |            | and  |
| 11 |            | (B) Enabling these artists to further their artistic   |
| 12 |            | goals;   |
| 13 | (14)       | In consultation with the [comptroller] director of     |
| 14 |            | business, economic development, and tourism and        |
| 15 |            | affected agencies and departments, administer the art  |
| 16 |            | in public places and relocatable works of art programs |
| 17 |            | established pursuant to section 103-8.5; and           |
| 18 | (15)       | Administer the operations of the state art museum      |
| 19 |            | established pursuant to section 9-22."                 |
| 20 | SECT       | ION 4. Section 9-5, Hawaii Revised Statutes, is        |
| 21 | amended to | o read as follows:                                     |

1 "[+]\$9-5[+] Rules. The foundation shall adopt rules in consultation with the [comptroller] director of business, 2 economic development, and tourism for the purposes of 3 administering this chapter. [Such] The rules shall be adopted 4 5 in accordance with chapter 91." 6 SECTION 5. Section 26-6, Hawaii Revised Statutes, is 7 amended to read as follows: 8 "\$26-6 Department of accounting and general services. (a) 9 The department of accounting and general services shall be headed by a single executive to be known as the comptroller. 10 11 (b) The department shall: 12 Preaudit and conduct after-the-fact audits of the (1)13 financial accounts of all state departments to 14 determine the legality of expenditures and the 15 accuracy of accounts; 16 (2) Report to the governor and to each regular session of 17 the legislature as to the finances of each department 18 of the State; 19 (3) Administer the state risk management program; 20 (4)Establish and manage motor pools;

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| l | (5) | Manage the | preservation | and | disposal | of | all | records | of |
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| 2 |     | the State; |              |     |          |    |     |         |    |

- (6) Undertake the program of centralized engineering and office leasing services, including operation and maintenance and lease buyback processing pursuant to subsection (d) of public buildings, for departments of the State;
- (7) Undertake the functions of the state surveyor;
- (8) Establish accounting and internal control systems;
- (9) Have the discretion to employ persons within the comptroller's office who shall be exempt from chapters 76 and 89 in support of communications, change management, and business process improvement programs as part of the State's information technology modernization efforts; provided that the persons shall be members of the state employees' retirement system and shall be eligible to receive the benefits of any state employee benefit program generally applicable to officers and employees of the State;

| 1  | (10) | FLOV | ride Centralized Computer information management   |
|----|------|------|--|
| 2  |      | and  | processing services through the chief information  |
| 3  | •    | offi | cer;   |
| 4  | (11) | Esta | ablish a program to provide a means for public     |
| 5  |      | acce | ess to public information and develop an           |
| 6  |      | info | ermation network for state government;             |
| 7  | (12) | Assu | me administrative responsibility for the office of |
| 8  |      | info | ermation practices; and                            |
| 9  | (13) | Appr | cove state fleet acquisitions; provided that:      |
| 10 |      | (A)  | Beginning January 1, 2022, all new light-duty      |
| 11 |      |      | motor vehicles that are passenger cars purchased   |
| 12 |      |      | for the State's fleet shall be zero-emission       |
| 13 |      |      | vehicles;  |
| 14 |      | (B)  | Beginning as soon as practicable but no later      |
| 15 |      |      | than January 1, 2030, all new light-duty motor     |
| 16 |      |      | vehicles that are multipurpose passenger vehicles  |
| 17 |      |      | and trucks for the State's fleet shall be          |
| 18 |      |      | zero-emission vehicles; and                        |
| 19 |      | (C)  | The comptroller may authorize an exemption for     |
| 20 |      |      | new fleet vehicle purchases if zero-emission       |
| 21 |      |      | vehicles are demonstrated to be cost-prohibitive   |

| 1  | on a lifecycle basis or unsuitable for the                     |
|----|--|
| 2  | vehicles' planned purpose, or if funds are                     |
| 3  | unavailable.   |
| 4  | For the purposes of this subsection:                           |
| 5  | "Light-duty motor vehicle" has the same meaning as defined     |
| 6  | in title 10 Code of Federal Regulations part 490.              |
| 7  | "Multipurpose passenger vehicle" has the same meaning as       |
| 8  | defined in title 49 Code of Federal Regulations section 571.3. |
| 9  | "Passenger car" has the same meaning as defined in title 49    |
| 10 | Code of Federal Regulations section 571.3.                     |
| 11 | "Truck" has the same meaning as defined in title 49 Code of    |
| 12 | Federal Regulations section 571.3.                             |
| 13 | "Zero-emission vehicle" has the same meaning as specified      |
| 14 | in title 40 Code of Federal Regulations section 88.1.          |
| 15 | (c) The state communication system shall be established        |
| 16 | to:  |
| 17 | (1) Facilitate implementation of the State's distributed       |
| 18 | information processing and information resource                |
| 19 | management plans;  |
| 20 | (2) Improve data, voice, and video communications in state     |
| 21 | government;  |

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| 1  | (3)       | Provide a means for connectivity among the state,      |
|----|-----------|--|
| 2  |           | university, and county computer systems; and           |
| 3  | (4)       | Provide a long-term means for public access to public  |
| 4  |           | information.   |
| 5  | (d)       | The department shall establish, coordinate, and manage |
| 6  | a program | to facilitate facility agreements between the State    |
| 7  | and priva | te investors for the sale of facilities, excluding     |
| 8  | facilitie | s managed or controlled by the department of           |
| 9  | transport | ation, to private investors; provided that each        |
| 10 | facility  | agreement contains the following requirements:         |
| 11 | (1)       | The State shall sell the facility to the private       |
| 12 |           | investor, who shall:                                   |
| 13 |           | (A) Renovate, improve, or construct a facility for     |
| 14 |           | the State and may maintain the facility; and           |
| 15 |           | (B) Lease the facility to the State, pursuant to a     |
| 16 |           | building lease;  |
| 17 | (2)       | The land upon which the facility rests shall not be    |
| 18 |           | sold to the private investor; provided that the land   |
| 19 |           | may be leased at a nominal rate to the private         |
| 20 |           | investor for a term that would, at a minimum, allow    |
| 21 |           | the private investor to recover the capital investment |

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| 1  | that has been made to the facility, including                   |
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| 2  | depreciation; and   |
| 3  | (3) The State shall have the option of purchasing the           |
| 4  | facility from the private investor for the remaining            |
| 5  | balance of the debt service costs incurred by the               |
| 6  | private investor at any time.                                   |
| 7  | For purposes of this subsection:                                |
| 8  | "Building lease" means a contract between the department of     |
| 9  | accounting and general services and a private investor in which |
| 10 | the private investor leases an improved facility to the         |
| 11 | department for a specified period of time.                      |
| 12 | "Facility" means a building under the management and            |
| 13 | control of any state department.                                |
| 14 | "Facility agreement" means an agreement between the State       |
| 15 | and a private investor that, at a minimum, includes a           |
| 16 | description of the work to be done, the sale price for the      |
| 17 | facility, the duration of the agreement, the roles and          |
| 18 | responsibilities of the State and the private investor, and the |
| 19 | terms and conditions for the lease.                             |
| 20 | "Private investor" means a nongovernmental entity.              |

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          (e) The department may adopt rules as may be necessary or
    desirable for the operation and maintenance of public buildings;
 2
    for the operation and implementation of a program to provide a
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    means for public access to the State's information network
 5
    system and public information; and for the implementation of
 6
    facility agreements pursuant to subsection (d). The rules shall
 7
    be adopted pursuant to chapter 91.
 8
         [(f) The King Kamehameha celebration commission shall be
 9
    placed within the department of accounting and general services
10
    for administrative purposes. The functions, duties, and powers,
11
    subject to the administrative control of the comptroller, and
12
    the composition of the commission shall be as heretofore
13
    provided by law.
14
         (g) [f) The functions and authority [heretofore]
15
    exercised by the comptroller, board of commissioners of public
    archives, the archivist, the disposal committee, and the
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17
    insurance management, surplus property management, and central
18
    purchasing functions of the bureau of the budget and the
19
    nonhighway functions of the department of public works as
20
    [heretofore] constituted are transferred to the department of
21
    accounting and general services established by this chapter.
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1 [<del>(h)</del>] (g) The department of accounting and general services shall preserve and protect Washington Place, including 2 the grounds and the historic residence situated on its premises 3 4 at Miller and Beretania Streets in Honolulu. The department shall administer, manage, operate, and maintain Washington Place 5 6 and the trust fund created under subsection  $[\frac{(i)}{\cdot}]$  (h). 7  $\left[\frac{(i)}{(i)}\right]$  (h) There is established a trust fund in the state 8 treasury to be known as the Washington Place trust fund, into 9 which shall be deposited: 10 (1) All rents and fees collected for the use of Washington 11 Place and from activities conducted on the premises; 12 (2) All other [money] moneys received for the fund from 13 any other source; and (3) All income and interest earned or accrued on moneys 14 15 deposited into the trust fund. All moneys deposited into the trust fund shall be expended 16 **17** by the department of accounting and general services and used 18 exclusively to implement the provisions of subsection  $[\frac{h}{h}]$ 19 (g), including for staff salaries and fringe benefits, and shall 20 not be transferred, nor subject to transfer, to the general fund or any other fund in the state treasury." 21

1 SECTION 6. Section 40-88, Hawaii Revised Statutes, is 2 amended by amending subsection (d) to read as follows: 3 The aggregate principal sum in the fund shall be 4 invested in accordance with the provisions of the Honolulu 5 symphony trust in a manner intended to maximize the rate of 6 return on investment of the fund consistent with the objective 7 of preserving the principal amounts contributed to the fund. In 8 the event of the termination of the Honolulu symphony trust, the 9 principal amount of all contributions made by the State to the 10 State of Hawaii endowment fund shall be distributed to the 11 general fund of the State and any other amounts remaining in the 12 State of Hawaii endowment fund shall be distributed in 13 accordance with the provisions of the Honolulu symphony trust. 14 An annual audit by an independent auditor covering the State of 15 Hawaii endowment fund shall be submitted to the [department of 16 accounting and general services] department of business, **17** economic development, and tourism by the Honolulu symphony." SECTION 7. Section 103-8.5, Hawaii Revised Statutes, is 18 19 amended by amending subsections (d) through (f) to read as 20 follows:

| 1  | (d) The [comperciter] director of business, economic             |
|----|--|
| 2  | development, and tourism and the state foundation on culture and |
| 3  | the arts shall decide on the specific art objects to acquire,    |
| 4  | giving first consideration to placing appropriate pieces of art  |
| 5  | at the locations of the original appropriation.                  |
| 6  | The selection of, commissioning artists for, reviewing of        |
| 7  | design, execution, and placement of, and the acceptance of works |
| 8  | of art shall be the responsibility of the [comptroller] director |
| 9  | of business, economic development, and tourism and the state     |
| 10 | foundation on culture and the arts in consultation with the      |
| 11 | affected agency or department.                                   |
| 12 | Expenditures from the works of art special fund shall be         |
| 13 | made by the [comptroller.] director of business, economic        |
| 14 | development, and tourism.  |
| 15 | (e) The [comptroller] director of business, economic             |
| 16 | development, and tourism shall:                                  |
| 17 | (1) Provide each agency receiving capital improvement            |
| 18 | appropriations with information regarding items that             |
| 19 | shall be included and excluded from the one per cent             |
| 20 | amount;  |

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- (2) Ensure that each agency calculates its one per cent
   amount correctly; and
- 3 (3) Ensure that each agency transfers the correct amount4 to the works of art special fund in a timely manner.
- 5 (f) The [comptroller] director of business, economic
- 6 development, and tourism and the executive director of the state
- 7 foundation on culture and the arts shall track amounts due from
- 8 each agency under the one per cent requirement as provided in
- 9 this section."
- 10 SECTION 8. All appropriations, records, equipment,
- 11 machines, files, supplies, contracts, books, papers, documents,
- 12 maps, and other personal property heretofore made, used,
- 13 acquired, or held by the department of accounting and general
- 14 services relating to the functions transferred to the department
- 15 of business, economic development, and tourism shall be
- 16 transferred with the functions to which they relate.
- 17 SECTION 9. All rights, powers, functions, and duties of
- 18 the department of accounting and general services are
- 19 transferred to the department of business, economic development,
- 20 and tourism.

1 All officers and employees whose functions are transferred 2 by this Act shall be transferred with their functions and shall 3 continue to perform their regular duties upon their transfer, subject to the state personnel laws and this Act. 4 5 No officer or employee of the State having tenure shall 6 suffer any loss of salary, seniority, prior service credit, 7 vacation, sick leave, or other employee benefit or privilege as a consequence of this Act, and such officer or employee may be 8 9 transferred or appointed to a civil service position without the 10 necessity of examination; provided that the officer or employee possesses the minimum qualifications for the position to which 11 12 transferred or appointed; and provided that subsequent changes 13 in status may be made pursuant to applicable civil service and 14 compensation laws. 15 An officer or employee of the State who does not have 16 tenure and who may be transferred or appointed to a civil 17 service position as a consequence of this Act shall become a 18 civil service employee without the loss of salary, seniority, 19 prior service credit, vacation, sick leave, or other employee 20 benefits or privileges and without the necessity of examination; 21 provided that such officer or employee possesses the minimum

- 1 qualifications for the position to which transferred or
- 2 appointed.
- 3 If an office or position held by an officer or employee
- 4 having tenure is abolished, the officer or employee shall not
- 5 thereby be separated from public employment, but shall remain in
- 6 the employment of the State with the same pay and classification
- 7 and shall be transferred to some other office or position for
- 8 which the officer or employee is eligible under the personnel
- 9 laws of the State as determined by the head of the department or
- 10 the governor.
- 11 SECTION 10. All rules, policies, procedures, guidelines,
- 12 and other material adopted or developed by the department of
- 13 accounting and general services to implement provisions of the
- 14 Hawaii Revised Statutes that are reenacted or made applicable to
- 15 the department of business, economic development, and tourism by
- 16 this Act shall remain in full force and effect until amended or
- 17 repealed by the department of business, economic development,
- 18 and tourism pursuant to chapter 91, Hawaii Revised Statutes.
- 19 In the interim, every reference to the department of
- 20 accounting or general services or comptroller in those rules,
- 21 policies, procedures, guidelines, and other material is amended



- 1 to refer to the department of business, economic development,
- 2 and tourism or director of business, economic development, and
- 3 tourism, as appropriate.
- 4 SECTION 11. All deeds, leases, contracts, loans,
- 5 agreements, permits, or other documents executed or entered into
- 6 by or on behalf of the department of accounting and general
- 7 services, pursuant to the provisions of the Hawaii Revised
- 8 Statutes, that are reenacted or made applicable to the
- 9 department of business, economic development, and tourism by
- 10 this Act shall remain in full force and effect. Upon the
- 11 effective date of this Act, every reference to the department of
- 12 accounting and general services or the comptroller therein shall
- 13 be construed as a reference to the department of business,
- 14 economic development, and tourism or the director of business,
- 15 economic development, and tourism, as appropriate.
- 16 PART II
- 17 SECTION 12. Section 103-8.5, Hawaii Revised Statutes, is
- 18 amended by amending subsection (b) to read as follows:
- "(b) The works of art special fund shall be used solely
- 20 for [the following purposes:

| 1  | <del>(1)</del>   | costs related to the acquisition of works of            |
|----|------------------|---|
| 2  |                  | art[, including any consultant or staff services        |
| 3  |                  | required to carry out the art in public places and      |
| 4  |                  | relocatable works of art programs;                      |
| 5  | <del>(2)</del>   | Site modifications, display, and interpretive work      |
| 6  |                  | necessary for the exhibition of works of art;           |
| 7  | <del>(3)</del>   | Upkeep services, including maintenance, repair, and     |
| 8  |                  | restoration of works of art;                            |
| 9  | · <del>(4)</del> | Storing and transporting works of art. and the          |
| 10 |                  | planning, design, and construction of works of art and  |
| 11 |                  | related appurtenances."                                 |
| 12 | SECT             | ION 13. The following sums or so much thereof as may    |
| 13 | be necess        | ary for fiscal year 2025-2026 and fiscal year 2026-2027 |
| 14 | are appro        | priated or authorized, as the case may be, from moneys  |
| 15 | in the tre       | easury received from general revenues and federal funds |
| 16 | to be exp        | ended by the state foundation on culture and the arts   |
| 17 | to finance       | e the positions and other cost items listed below. The  |
| 18 | letter sy        | mbols used after the specific appropriations indicate   |
| 19 | the source       | e of financing and have the following meaning: (A)      |
| 20 | general re       | evenues, (N) federal funds.                             |

| Prog<br>ID/Org | Position Title/Program Description      | Posit | MOF | FTE<br>(P) | FY 26  | FY 27  |
|----------------|---|-------|-----|------------|--------|--------|
| AGS 881        | Secretary II                            | 16047 | А   | 1.00       | 47,004 | 47,004 |
| AGS 881        | Administrative<br>Services<br>Assistant | 21199 | A   | 0.75       | 47,322 | 47,322 |
| AGS 881        | Administrative<br>Services<br>Assistant | 21199 | N   | 0.25       | 15,774 | 15,774 |
| AGS 881        | Office Assistant<br>III                 | 21352 | А   | 0.75       | 28,404 | 28,404 |
| AGS 881        | Office Assistant<br>III                 | 21352 | N   | 0.25       | 7,560  | 7,560  |
| AGS 881        | Arts Program Specialist III             | 26529 | A   | 1.00       | 71,016 | 71,016 |
| AGS 881        | Arts Program Specialist IV              | 27869 | A   | 1.00       | 71,016 | 71,016 |

| AGS 881    | Accountant IV     | 31184 | А | 0.75 | 67,365 | 67,365 |
|------------|-------------------|-------|---|------|--------|--------|
| LA         |                   |       |   |      |        |        |
| AGS 881    | Accountant IV     | 31184 | N | 0.25 | 22,455 | 22,455 |
| LA.        |                   |       |   |      |        |        |
| AGS 881    | Arts Program      | 32873 | N | 1.00 | 56,064 | 56,064 |
| LA.        | Specialist II     |       |   |      |        |        |
| AGS 881    | Arts Program      | 39045 | N | 1.00 | 58,296 | 58,296 |
| LA.        | Specialist III    |       |   |      |        |        |
| AGS 881    | Arts Program      | 36841 | A | 1.00 | 73,836 | 73,836 |
| L <b>A</b> | Specialist II     |       |   |      |        |        |
| AGS 881    | Information       | 45697 | А | 0.75 | 47,322 | 47,322 |
| LA         | Specialist III    |       |   |      |        |        |
| AGS 881    | Information       | 45697 | N | 0.25 | 15,774 | 15,774 |
| LA         | Specialist III    |       |   |      |        |        |
| AGS 881    | Account Clerk III | 45700 | А | 0.75 | 31,356 | 31,356 |
| LA         |                   |       |   |      |        |        |
| AGS 881    | Account Clerk III | 45700 | N | 0.25 | 10,452 | 10,452 |
| LA         |                   |       |   |      |        |        |
| AGS 881    | Arts Program      | 47047 | N | 1.00 | 60,660 | 60,660 |
| LA         | Specialist III    |       |   |      |        |        |

| AGS 881 | Arts Program   | 48120 | A | 1.00 | 63,096  | 63,096  |
|---------|----------------|-------|---|------|---------|---------|
| LA.     | Specialist III |       |   |      |         |         |
| AGS 881 | Arts Program   | 52285 | А | 1.00 | 56,064  | 56,064  |
| LA      | Specialist II  |       |   |      |         |         |
| AGS 881 | Arts Program   | 52286 | А | 1.00 | 56,064  | 56,064  |
| LA      | Specialist II  |       |   |      |         |         |
| AGS 881 | Arts Program   | 52287 | А | 1.00 | 58,203  | 58,203  |
| LA      | Specialist II  |       |   |      |         |         |
| AGS 881 | Arts Program   | 52288 | А | 1.00 | 63,096  | 63,096  |
| LA      | Specialist III |       |   |      |         |         |
| AGS 881 | Arts Program   | 52290 | А | 1.00 | 65,664  | 65,664  |
| LA      | Specialist III |       |   |      |         |         |
| AGS 881 | Executive      | 10025 | А | 0.75 | 110,781 | 110,781 |
| LA      | Director, SFCA | 6     |   |      |         |         |
| AGS 881 | Executive      | 10025 | N | 0.25 | 36,927  | 36,927  |
| LA      | Director, SFCA | 6     |   |      |         |         |
| AGS 881 | Arts Program   | 11278 | А | 1.00 | 59,748  | 59,748  |
| LA      | Specialist II  | 5     |   |      |         |         |
| AGS 881 | Arts Program   | 11278 | А | 1.00 | 63,096  | 63,096  |
| LA      | Specialist II  | 8     |   |      |         |         |

| AGS 881 | Arts Program      | 12267 | А | 1.00 | 60,660  | 60,660          |
|---------|-------------------|-------|---|------|---------|-----------------|
| LA      | Specialist III    | 1     |   |      |         |                 |
| AGS 881 | Hawaii State Art  |       | А |      | 1,857,5 | 1,857,5         |
| LA      | Museum            |       |   |      | 80      | 80              |
| AGS 881 | Interpretive Work |       | А |      |         |                 |
| LA      |                   |       |   |      | 425,000 | 425,000         |
| AGS 881 | Operating         |       | А |      |         |                 |
| LA      |                   |       |   |      | 201,923 | 201,923         |
| AGS 881 | Consultant        |       | А |      |         |                 |
| LA      | Services          |       |   |      | 35,000  | 35,000          |
| AGS 881 | Registration      |       | А |      |         |                 |
| LA      |                   |       |   |      | 34,000  | 34,000          |
| AGS 881 | Upkeep Services   |       | А |      |         |                 |
| LA      |                   |       |   |      | 29,530  | 29 <b>,</b> 530 |
| AGS 881 | Display           |       | A |      | -       |                 |
| LA      |                   |       |   |      | 285,580 | 285,580         |
| AGS 881 | Transportation    |       | А |      |         |                 |
| LA      |                   |       |   |      | 19,085  | 19,085          |
|         |                   | Total | А | 17.5 | 4,028,8 | 4,028,8         |
|         | 1                 |       |   | 0    | 11      | 11              |

|    | N 4.50 283,962 283,962  |
|----|---|
| 1  |   |
| 2  | PART III  |
| 3  | SECTION 14. Chapter 9, Hawaii Revised Statutes, is amended      |
| 4  | by adding a new section to be appropriately designated and to   |
| 5  | read as follows:  |
| 6  | "§9- Performing arts grants program. (a) There is               |
| 7  | established a performing arts grants program, to be placed in   |
| 8  | the foundation for administrative purposes, to provide grants   |
| 9  | for the coordination, planning, promotion, marketing, and       |
| 10 | execution of performing arts events.                            |
| 11 | (b) The foundation shall administer the performing arts         |
| 12 | grants program in accordance with this part.                    |
| 13 | (c) The foundation shall submit an annual report of all         |
| 14 | performing arts grants awarded and the outcomes of each         |
| 15 | performing arts event that received a grant to the legislature  |
| 16 | no later than twenty days prior to the convening of the regular |
| 17 | session of 2026 and every regular session thereafter."          |
| 18 | SECTION 15. Section 9-1, Hawaii Revised Statutes, is            |
|    |   |

amended as follows:

19

- 2 and to read:
- 3 ""Performing arts" includes arts or skills that are
- 4 intended to be performed before an audience, including dance,
- 5 singing, musical performances, and theatre."
- 6 2. By amending the definition of "arts" to read:
- 7 ""Arts" includes music, dance, painting, drawing,
- 8 sculpture, architecture, drama, poetry, prose, crafts,
- 9 industrial design, interior design, fashion design, photography,
- 10 television, motion picture art, unique or decorative plants,
- 11 landscaping, and all other performing arts and creative activity
- 12 of imagination and beauty."
- 13 SECTION 16. Section 9-21, Hawaii Revised Statutes, is
- 14 amended to read as follows:
- 15 "[f] \$9-21[f] Purpose. The foundation shall administer the
- 16 art in public places and relocatable works of art programs,
- 17 pursuant to section 103-8.5, and the state art museum to achieve
- 18 the following purposes:
- 19 (1) Replace in public state buildings the natural beauty
- 20 displaced in construction with works of art expressive

| 1  |           | of the State's cultural, creative, and traditional     |
|----|-----------|--|
| 2  |           | arts of its various ethnic groups;                     |
| 3  | (2)       | Support, promote, and recognize excellence of the      |
| 4  |           | State's diverse cultural, creative, and traditional    |
| 5  |           | artists; and   |
| 6  | (3)       | Create, display, and maintain in public places and the |
| 7  |           | state art museum a collection of works of art, and     |
| 8  |           | coordinate, plan, promote, market, and execute         |
| 9  |           | performing arts events, that:                          |
| 10 |           | (A) [Represents] Represent the diversity and           |
| 11 |           | excellence of the State's artistic expression;         |
| 12 |           | and  |
| 13 |           | (B) [Provides] Provide to all the citizens of the      |
| 14 |           | State the fullest possible access to the highest       |
| 15 |           | quality aesthetic and educational experiences          |
| 16 |           | available."  |
| 17 |           | PART IV  |
| 18 | SECT      | ION 17. Statutory material to be repealed is bracketed |
| 19 | and stric | ken. New statutory material is underscored.            |
| 20 | SECT      | ION 18. This Act shall take effect on July 1, 2050.    |

#### Report Title:

SFCA; King Kamehameha Celebration Commission; DAGS; DBEDT; Comptroller; Works of Art Special Fund; Transfer; Performing Arts Grants Program; Capital Improvement Appropriations; Reports; Appropriations

#### Description:

Transfers the State Foundation on Culture and the Arts and the King Kamehameha Celebration Commission from the Department of Accounting and General Services to the Department of Business, Economic Development, and Tourism. Transfers the authority held by the Comptroller over the Works of Art Special Fund to the Director of Business, Economic Development, and Tourism. Establishes the Performing Arts Grants Program to support performing arts in the State. Clarifies the scope of the State Foundation on Culture and the Arts' responsibilities to include the coordination, planning, promotion, marketing, and execution of performing arts events. Amends the authority for funds from the works of art special fund to be used only for costs related to the acquisition of works of art and the planning, design, construction of works of art and related appurtenances. Requires reports to the legislature. Appropriates funds. Effective 7/1/2050. (SD1)

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