## ACT 239

H.B. NO. 2545-78

A Bill for an Act Relating to School Bus Contracts.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION I. Section 296-46.1, Hawaii Revised Statutes, is amended as follows:

"Sec. 296-46.1 School bus contracts. Any law to the contrary notwithstanding, school bus contracts between the State and a private contractor may be extended for two years by mutual agreement; provided, that the parties may agree to extend the contract for an additional two years thereafter. The compensation due to the contractor by the State for each extended year may be increased, but in an amount not to exceed five per cent of the previous year's compensation. If the original contract between the State and a private contractor already includes an option to extend the contract period, this provision shall be applicable after the contract option is exercised.

The contract between the State and the contractor shall include a provision requiring the contractor to equip his vehicles with the signs and visual signals described in section 291C-95(d) and (g). The contract shall also include other provisions as may be deemed necessary by the State for the safety of school bus passengers."

SECTION 2. Statutory material to be repealed is bracketed. New material is underscored. In printing this Act, the revisor of statutes need not include the brackets, the bracketed material, or the underscoring.\*

SECTION 3. This Act shall take effect upon its approval.

(Approved June 17, 1978.)

<sup>\*</sup>Edited accordingly.