

ACT 322

H.B. NO. 1665-86

A Bill for an Act Relating to the University of Hawaii Research and Training Revolving Fund.

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

SECTION 1. Section 304-8.1, Hawaii Revised Statutes, is amended as follows:

1. Subsection (a) is amended to read:

“(a) There is established a University of Hawaii research and training revolving fund into which shall be deposited [thirty] fifty per cent of the total amount of indirect overhead funds generated by the university for research and training purposes in the prior fiscal year. All other receipts shall immediately be deposited to the credit of the general fund of the State. The board of regents of the University of Hawaii, [upon approval of the governor or the director of finance, if so delegated,] is authorized to expend funds deposited in the research and training revolving fund for research and training purposes which may result in additional research and training grants and contracts and for purposes of

facilitating research and training at the university. [All other receipts beyond the thirty per cent shall immediately be deposited to the credit of the general fund of the State. Except for amounts specified in subsection (c) for the purpose of providing advanced funding to meet reimbursable costs incurred in connection with federally financed research and training projects, funds unencumbered as of June 30 of each fiscal year shall be deposited to the credit of the general fund of the State.]”

2. Subsection (c) is amended to read:

“(c) On July 1, 1984, in addition to the amount specified in subsection (a), and notwithstanding section 304-10 to the contrary, the amount of \$2,500,000 derived from indirect overhead sources on account of all university held federal and other research and training contracts and grants shall be deposited into a separate account of the research and training revolving fund. The board of regents of the University of Hawaii[, upon approval of the governor, or the director of finance if so delegated,] may expend these funds for the purpose of providing advance funding to meet reimbursable costs incurred in connection with federally financed research and training projects. Any reimbursement received as a result of providing advance funding shall be deposited into the research and training revolving fund to be used for the purpose of meeting reimbursable costs incurred in connection with federally financed projects; provided that the sum of the amounts held in the research and training revolving fund for the purpose of this subsection and the amounts advanced pursuant to this subsection shall not exceed in the aggregate \$2,500,000 at any time.”

SECTION 2. Statutory material to be repealed is bracketed. New statutory material is underscored.

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

(Approved June 6, 1986.)