

ACT 110

S.B. NO. 1708

A Bill for an Act Relating to Loans.

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

SECTION 1. Section 155-14, Hawaii Revised Statutes, is amended by amending subsections (a), (b), and (c) to read as follows:

“(a) There is created a special fund to be known as the [“agricultural loan revolving fund”,] agriculture loan revolving fund, from which moneys shall be loaned by the department of agriculture under this chapter. The

department, by its board of agriculture, may transfer funds from the agriculture loan revolving fund to the aquaculture loan revolving fund from which moneys shall be loaned by the department pursuant to chapter 219; provided that twenty days prior to the convening of each regular session of the legislature, the department shall report to the legislature all transfers that were made from the agriculture loan revolving fund to the aquaculture loan revolving fund during the preceding calendar year and the balance of each loan fund as of December 31 of each year.

(b) All interest and fees collected by the department shall be deposited in the agricultural loan reserve fund to the extent needed to carry on the operations of the department including payments for consultative services that would strengthen the agricultural loan program; any moneys surplus to these needs shall be transferred to the [agricultural] agriculture loan revolving fund at the discretion of the department. All payments received on account of principal shall be credited to the [agricultural] agriculture loan revolving fund.

(c) A proper reserve shall be maintained in the [agricultural] agriculture loan revolving fund to guarantee payment of loans under section 155-5."

SECTION 2. Section 219-4, Hawaii Revised Statutes, is amended by amending subsection (a) to read as follows:

"(a) There is established a special fund to be known as the aquaculture loan revolving fund from which moneys shall be loaned by the department of agriculture under this chapter. The department, by its board of agriculture, may transfer funds from the aquaculture loan revolving fund to the agriculture loan revolving fund from which moneys shall be loaned by the department pursuant to chapter 155; provided that twenty days prior to the convening of each regular session of the legislature, the department shall report to the legislature all transfers that were made from the aquaculture loan revolving fund to the agriculture loan revolving fund during the preceding calendar year and the balance of the aquaculture loan revolving fund as of December 31 of each year."

SECTION 3. Statutory material to be repealed is bracketed. New statutory material is underscored.

SECTION 4. This Act shall take effect on July 1, 1987.

(Approved May 31, 1987.)