ACT 191

H.B. NO. 1690

A Bill for an Act Relating to Revenue Maximization.

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

SECTION 1. Section 29-24, Hawaii Revised Statutes, is amended by amending subsection (a) to read as follows:

"(a) There is established in the state treasury an interagency federal revenue maximization revolving fund into which shall be deposited all proceeds collected from the federal government and third-party payors for reimbursable costs not previously claimed by the <u>State</u>, with the exception of proceeds collected for <u>services provided by the Hawaii health systems corporation</u>, for reimbursement by federally-funded state programs. For purposes of this chapter, federally-funded state programs include but shall not be limited to those federally-funded programs within the departments of human services, education, and health. Expenditures and transfers from the fund shall be made by the comptroller in proportional allocations established by the comptroller and the director of finance. Transfers shall be made to the department claiming the reimbursement for expenses incurred related to federal fund reimbursement claims and to the general fund of the State. Moneys in the fund may be expended for consultant services rendered under subsection (b)."

SECTION 2. There are appropriated out of the revenues of the interagency federal revenue maximization revolving fund the sum of \$425,000 or so much thereof as may be necessary for fiscal year 1997-1998 and the sum of \$425,000 or so much thereof as may be necessary for fiscal year 1998-1999 to the department of human services for expenses, including the creation and hiring of temporary staff, related to the recovery of federal fund reimbursements under section 29-24, Hawaii Revised Statutes.

The sums appropriated shall be expended by the department of human services pursuant to Act 11, Special Session Laws of Hawaii 1995.

SECTION 3. There are appropriated out of the revenues of the interagency federal revenue maximization revolving fund the sum of \$200,000 or so much thereof as may be necessary for fiscal year 1997-1998 and the sum of \$200,000 or so much thereof as may be necessary for fiscal year 1998-1999 to the department of education for expenses, including the creation and hiring of temporary staff, related to the recovery of federal fund reimbursements under section 29-24, Hawaii Revised Statutes.

The sums appropriated shall be expended by the department of education pursuant to Act 11, Special Session Laws of 1995.

SECTION 4. There are appropriated out of the revenues of the interagency federal revenue maximization revolving fund the sum of \$425,000 or so much thereof as may be necessary for fiscal year 1997-1998 and the sum of \$425,000 or so much thereof as may be necessary for fiscal year 1998-1999 to the department of health for expenses, including the creation and hiring of temporary staff, related to the recovery of federal fund reimbursements under section 29-24, Hawaii Revised Statutes.

The sums appropriated shall be expended by the department of health pursuant to Act 11, Special Session Laws of Hawaii 1995.

SECTION 5. New statutory material is underscored.

SECTION 6. This Act shall take effect on July 1, 1997.

(Approved June 16, 1997.)