

---

---

# A BILL FOR AN ACT

RELATING TO EDUCATION.

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

1           SECTION 1. The legislature finds that the department of  
2 education federal revenue maximization program was established  
3 to develop a claiming process for all medicaid-eligible health  
4 services that it provides to Hawaii's school-aged children.

5           The legislature also finds that current moneys generated  
6 from the revenue maximization program are deposited into the  
7 general fund. However, the deposit of generated revenue into  
8 the general fund does not guarantee the moneys would be  
9 dedicated to the school-based claiming program. Thus, a  
10 revolving fund for the federal revenue maximization program  
11 should be established to provide a clear nexus between the  
12 revenue generated from the school-based claiming program and the  
13 provision of those services.

14           Accordingly, the purpose of this Act is to create a  
15 revolving fund for the collection and disbursement of generated  
16 revenue to support the administration and operations of the  
17 federal revenue maximization program.



1 SECTION 2. Chapter 302A, Hawaii Revised Statutes, is  
2 amended by adding a new section to be appropriately designated  
3 and to read as follows:

4 **"§302A- Federal revenue maximization program revolving**  
5 **fund.** (a) There is established in the state treasury the  
6 federal revenue maximization program revolving fund to be  
7 administered by the department.

8 (b) The federal revenue maximization program revolving  
9 fund shall consist of:

10 (1) Federal revenue collected by the department for  
11 administering and operating the school-based claiming  
12 program;

13 (2) Legislative appropriations;

14 (3) All interest earned on the deposit or investment of  
15 moneys in the federal revenue maximization program;

16 and

17 (4) Any other moneys made available to the federal revenue  
18 maximization program revolving fund from other  
19 sources."

20 SECTION 3. New statutory material is underscored.

21 SECTION 4. This Act shall take effect on July 1, 2006.



HB 2961

HD 1

**Report Title:**

Education; Federal Revenue Maximization Program Revolving Fund

**Description:**

Establishes the federal revenue maximization program revolving fund to collect and disburse revenue for medicaid-eligible health services provided to public school children. (HB2961 HD1)

HB2961 HD1 HMS 2006-1612

