
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; established.** (a) There is established in the state
6 treasury the federal revenue maximization program revolving fund
7 to be administered by the department. Moneys from the revolving
8 fund shall be expended by the department for medicaid-eligible
9 services provided by the department.

10 (b) The federal revenue maximization program revolving
11 fund shall consist of:

12 (1) Federal revenue collected by the department for
13 administering and operating the school-based federal
14 revenue maximization program;

15 (2) Legislative appropriations;

16 (3) All interest earned on the deposit or investment of
17 moneys in the federal revenue maximization program
18 revolving fund; and

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

22 SECTION 3. New statutory material is underscored.

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



HB2961, SD1

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. (SD1)

