
A BILL FOR AN ACT

RELATING TO THE STATE EDUCATIONAL FACILITIES IMPROVEMENT FUND.

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

1 SECTION 1. The legislature finds that the state
2 educational facilities improvement special fund (special fund)
3 is used to plan, design, construct, maintain, and acquire lands
4 for public school facilities. The special fund finances
5 projects that address classroom necessities. However, the
6 special fund is currently overwhelmed with the demand for
7 repairs. Years of under-funding maintenance projects has
8 culminated in a massive school repair and renovation crisis. As
9 recently as six months ago, asbestos was found under twelve
10 sinks at Haleiwa elementary school, which disturbingly recalled
11 the incident a year ago when asbestos was again found in the
12 exterior walls of two buildings at King intermediate. Kailua
13 intermediate school also made headlines last year when a roof
14 collapsed on its campus. All of these potentially life-
15 threatening situations required immediate attention and a
16 disruption of classes. Presently, the department of education
17 major repair and maintenance backlog totals \$525,000,000.



1 The purpose of this Act is to address this repair and
2 maintenance backlog by increasing the amount of money deposited
3 into the special fund for one year.

4 SECTION 2. Section 237-31, Hawaii Revised Statutes, is
5 amended to read as follows:

6 "**§237-31 Remittances.** All remittances of taxes imposed by
7 this chapter shall be made by money, bank draft, check,
8 cashier's check, money order, or certificate of deposit to the
9 office of the department of taxation to which the return was
10 transmitted. The department shall issue its receipts therefor
11 to the taxpayer and shall pay the moneys into the state treasury
12 as a state realization, to be kept and accounted for as provided
13 by law; provided that:

14 (1) ~~[The sum from all general excise tax revenues realized~~
15 ~~by the State that represents the difference between~~
16 ~~\$45,000,000 and the proceeds]~~ The amounts of
17 \$140,000,000 from all general excise tax revenues
18 realized by the State, and \$220,000,000 from the
19 proceeds from the sale of ~~[any]~~ the general obligation
20 bonds authorized for that fiscal year for the purposes
21 of the state educational facilities improvement
22 special fund shall be deposited in the state treasury



1 in each fiscal year to the credit of the state
2 educational facilities improvement special fund[+] for
3 public school capital improvement program needs;

4 (2) A sum, not to exceed \$5,000,000, from all general
5 excise tax revenues realized by the State shall be
6 deposited in the state treasury in each fiscal year to
7 the credit of the compound interest bond reserve fund;
8 and

9 (3) A sum, not to exceed the amount necessary to meet the
10 obligations of the integrated tax information
11 management systems performance-based contract may be
12 retained and deposited in the state treasury to the
13 credit of the integrated tax information management
14 systems special fund. The sum retained by the
15 director of taxation for deposit to the integrated tax
16 information management systems special fund for each
17 fiscal year shall be limited to amounts appropriated
18 by the legislature. This paragraph shall be repealed
19 on July 1, 2005."

20 SECTION 3. Statutory material to be repealed is bracketed
21 and stricken. New statutory material is underscored.



1 SECTION 4. This Act shall take effect upon its approval;
2 provided that on June 30, 2007, section 2 of this Act shall be
3 repealed and section 237-31, Hawaii Revised Statutes, is
4 reenacted in the form in which it read on the day before the
5 approval of this Act.

Report Title:

State Educational Facilities Improvement Special Fund

Description:

Increases the amount of money deposited into the state educational facilities improvement special fund. (SD1)

