### HOUSE OF REPRESENTATIVES TWENTY-FOURTH LEGISLATURE, 2007 STATE OF HAWAII

## H.B. NO.14

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### A BILL FOR AN ACT

RELATING TO EDUCATION.

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

SECTION 1. The interagency working group established
 pursuant to part VIII of Act 51, Session Laws of Hawaii 2004,
 the "Reinventing Education Act of 2004", as amended by Act 225,
 Session Laws of Hawaii 2006 (Act 51, as amended), has
 recommended to the legislature that the transfer of functions
 from the department of budget and finance to the department of
 education specified in Act 51, as amended, be repealed.

8 The interagency working group report to the 2007 regular 9 session of the legislature recommended that fiscal functions 10 should remain with the department of budget and finance. The 11 interagency working group reported that the departments of 12 education and budget and finance have improved the fiscal 13 processes between the two departments.

14 The department of budget and finance and the department of 15 education have signed a memorandum of understanding effective 16 June 28, 2006, that sets forth new procedures for requesting 17 allotments for capital improvement projects and the deposit of 18 funds into the state educational facilities improvement special HB LRB 07-0736.doc

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1 fund. Other terms of the memorandum of understanding set forth 2 requirements relating to the sharing of information for other 3 fiscal issues, including debt service calculation, employee 4 benefit calculations, and the funding of collective bargaining 5 increases. The memorandum of understanding also sets forth new 6 procedures for increasing the expenditure ceiling for federal 7 funds for the department of education.

8 The recommendations to repeal statutory provisions were 9 mutual decisions of the departments reached after extensive 10 discussion and further review by the interagency working group. 11 The function of Act 51, as amended, as a critical catalyst for 12 analysis and discussion of issues and problems has been 13 fulfilled.

14 Therefore, based upon the interagency working group's 15 recommendations contained in its report to the 2007 legislature, 16 the purpose of this Act is to repeal the transfer of functions 17 from the department of budget and finance to the department of 18 education as specified in Act 51, Session Laws of Hawaii 2004, 19 as amended by Act 225, Session Laws of Hawaii 2006.

20 SECTION 2. Act 51, Session Laws of Hawaii 2004, as amended
21 by Act 225, Session Laws of Hawaii 2006, is amended by amending
22 section 47 to read as follows:



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1	"SECTION 47. (a) All the rights, powers, functions,
2	duties, and resources of[÷
3	[(1) The department of budget and finance relating to the:
4	(A) Funding of collective bargaining agreement
5	increases; and
6	(B) Securing, administering use, and expending of
7	federal funds and other aid, including their
8	custodial supervision; and
9	<del>(2)</del> The] the department of health relating to school
10	health aides and public health nurses who supervise
11	<pre>school health aides[+]</pre>
12	are transferred to the department of education effective July 1,
13	2007, subject to repeal by subsequent legislation.
14	(b) All moneys budgeted in support of each position to be
15	transferred to the department of education, including moneys for
16	direct and indirect employee benefits, are transferred to the
17	department of education effective July 1, 2007, subject to
18	repeal by subsequent legislation."
19	SECTION 3. Act 51, Session Laws of Hawaii 2004, as amended
20	by Act 225, Session Laws of Hawaii 2006, is amended by amending
21	section 48 to read as follows:



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1	"SECTION 48. All resources, appropriations, records,
2	equipment, databases, software, programming, machines, files,
3	supplies, contracts, books, papers, documents, maps, and other
4	personal property heretofore made, used, acquired, or held by
5	the department of accounting and general services[, department
6	of budget and finance, ] and the department of health relating to
7	the functions transferred to the department of education shall
8	be transferred with the functions to which they relate."
9	SECTION 4. Statutory material to be repealed is bracketed
10	and stricken. New statutory material is underscored.
11	SECTION 5. This Act shall take effect on June 29, 2007.
12	REA

INTRODUCED BY:

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JAN 1 7 2007



### Report Title:

Education; Transfer of Fuctions; Repeal

### Description:

Repeals provisions that transfer functions from the department of budget and finance to the department of education as specified in the Reinventing Education Act of 2004.

