
A BILL FOR AN ACT

RELATING TO THE HAWAII TOBACCO SETTLEMENT SPECIAL FUND.

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

1 SECTION 1. Section 328L-2, Hawaii Revised Statutes, is
2 amended by amending subsection (b) to read as follows:

3 "(b) The fund shall be used for the purpose of receiving,
4 allocating, and appropriating the tobacco settlement moneys as
5 follows:

6 (1) Twenty-four and one-half per cent shall be
7 appropriated into the emergency and budget reserve
8 fund under section 328L-3;

9 (2) Thirty-five per cent shall be appropriated to the
10 department for purposes of section 328L-4;

11 (3) Twelve and one-half per cent shall be appropriated
12 into the Hawaii tobacco prevention and control trust
13 fund under section 328L-5; and

14 (4) Twenty-eight per cent shall be appropriated into the
15 university revenue-undertakings fund created in
16 section [+]304A-2167[+], to be applied [~~solely~~] to
17 [the]:



1 (A) The payment of the principal of and interest on,
2 and to generate required coverage, if any, for,
3 revenue bonds issued by the board of regents of
4 the University of Hawaii to finance the cost of
5 construction of a university health and wellness
6 center, including a new medical school facility,
7 to be situated on the island of Oahu, for the
8 succeeding fiscal year; and

9 (B) The payment of annual operating expenses incurred
10 by the new medical school facility; provided that
11 any moneys in excess of the amount required to
12 pay principal of and interest on, and to generate
13 required coverage, if any, for ~~such~~ the revenue
14 bonds in any fiscal year, shall be transferred as
15 follows:

16 ~~[(A)]~~ (i) To the emergency and budget reserve fund
17 under section 328L-3, eighty per cent of the
18 excess; and

19 ~~[(B)]~~ (ii) To the Hawaii tobacco prevention and control
20 trust fund under section 328L-5, twenty per
21 cent of the excess; in the succeeding fiscal
22 year. "



1 SECTION 2. Statutory material to be repealed is bracketed
2 and stricken. New statutory material is underscored.

3 SECTION 3. This Act shall take effect on July 1, 2020.



Report Title:

Tobacco Settlement Funds; UH Medical School; Operating Expenses

Description:

Allows University of Hawaii to use its allotment of moneys from the Hawaii tobacco settlement special fund to pay for operating expenses of the new medical school in addition to paying debt service. (SD1)

