

JAN 23 2009

S.B. NO. 164

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## A BILL FOR AN ACT

RELATING TO THE FEDERAL GRANTS SEARCH, DEVELOPMENT, AND  
APPLICATION REVOLVING FUND.

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

1           SECTION 1. The purpose of this Act is to include  
2 expenditures for monitoring grant execution, ensuring compliance  
3 with grant requirements, and auditing grant expenditures in the  
4 allowable uses of the federal grants search, development, and  
5 application revolving fund within the department of education.  
6 This Act also renames the fund to more accurately reflect its  
7 purpose.

8           SECTION 2. Section 302A-1405, Hawaii Revised Statutes, is  
9 amended to read as follows:

10           " [f]§302A-1405 [f] Federal grants [~~search, development, and~~  
11 ~~application~~] revolving fund. (a) There is established a  
12 federal grants [~~search, development, and application~~] revolving  
13 fund into which shall be deposited the department's share of  
14 federal indirect overhead reimbursements, pursuant to section  
15 302A-1404. Unless otherwise provided by law, all other receipts  
16 shall immediately be deposited to the credit of the general fund  
17 of the State. The department may expend funds in the federal



1 grants [~~search, development, and application~~] revolving fund to  
2 search for discretionary grants [~~and~~], develop program  
3 applications to secure additional revenues for the  
4 department [-], monitor grant execution, ensure compliance with  
5 grant requirements, and audit grant expenditures. Moneys in the  
6 revolving fund may be expended for consultant services and  
7 operational expenses, including the creation and hiring of  
8 temporary staff.

9 (b) The department shall prepare and submit an annual  
10 report on the status of the federal grants [~~search, development,~~  
11 ~~and application~~] revolving fund to the legislature. The annual  
12 report shall include but not be limited to a list of the grant  
13 applications to the federal agencies and the grant awards  
14 received."

15 SECTION 3. Statutory material to be repealed is bracketed  
16 and stricken. New statutory material is underscored.

17 SECTION 4. This Act shall take effect upon its approval.

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INTRODUCED BY:

Norman Sabero



**Report Title:**

Department of Education; Federal Grants Revolving Fund

**Description:**

Expands the allowable use of the federal grants search, development, and application revolving fund to include monitoring and auditing. Changes the name of the fund to reflect the new allowable uses.

