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## A BILL FOR AN ACT

RELATING TO THE MANAGEMENT OF STATE FUNDS.

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

1           SECTION 1. Section 36-27, Hawaii Revised Statutes, is  
2 amended to read as follows:

3           "**§36-27 Transfers from special funds for central service**  
4 **expenses.** [~~Except as provided in this section, and~~  
5 ~~notwithstanding any other law to the contrary, from~~ From time  
6 to time, the director of finance, for the purpose of defraying  
7 the prorated estimate of central service expenses of government  
8 in relation to all special funds, except [~~the:~~] where prohibited  
9 by law,

10           [~~(1) Special out-of-school time instructional program fund~~  
11           ~~under section 302A-1310;~~

12           ~~(2) School cafeteria special funds of the department of~~  
13           ~~education;~~

14           ~~(3) Special funds of the University of Hawaii;~~

15           ~~(4) State educational facilities improvement special fund;~~

16           ~~(5) Convention center enterprise special fund under~~  
17           ~~section 201B-8;~~

18           ~~(6) Special funds established by section 206E-6;~~



- 1       ~~(7) Housing loan program revenue bond special fund;~~
- 2       ~~(8) Housing project bond special fund;~~
- 3       ~~(9) Aloha Tower fund created by section 206J-17;~~
- 4       ~~(10) Funds of the employees' retirement system created by~~  
5           ~~section 88-109;~~
- 6       ~~(11) Unemployment compensation fund established under~~  
7           ~~section 383-121;~~
- 8       ~~(12) Hawaii hurricane relief fund established under chapter~~  
9           ~~431P;~~
- 10       ~~(13) Hawaii health systems corporation special funds and~~  
11           ~~the subaccounts of its regional system boards;~~
- 12       ~~(14) Tourism special fund established under section~~  
13           ~~201B-11;~~
- 14       ~~(15) Universal service fund established under chapter 269;~~
- 15       ~~(16) Emergency and budget reserve fund under section~~  
16           ~~328L-3;~~
- 17       ~~(17) Public schools special fees and charges fund under~~  
18           ~~section 302A-1130(f);~~
- 19       ~~(18) Sport fish special fund under section 187A-9.5;~~
- 20       ~~(19) Glass advance disposal fee special fund established by~~  
21           ~~section 342G-82;~~



1       ~~(20) Center for nursing special fund under section~~  
2           ~~304A-2163;~~

3       ~~(21) Passenger facility charge special fund established by~~  
4           ~~section 261-5.5;~~

5       ~~(22) Court interpreting services revolving fund under~~  
6           ~~section 607-1.5;~~

7       ~~(23) Hawaii cancer research special fund;~~

8       ~~(24) Community health centers special fund;~~

9       ~~(25) Emergency medical services special fund; and~~

10       ~~(26) Rental motor vehicle customer facility charge special~~  
11           ~~fund established under section 261-5.6,]~~

12 shall deduct [~~five~~] six per cent of all receipts of all special  
13 funds, which deduction shall be transferred to the general fund  
14 of the State and become general realizations of the State. All  
15 officers of the State and other persons having power to allocate  
16 or disburse any special funds shall cooperate with the director  
17 in effecting these transfers. To determine the proper revenue  
18 base upon which the central service assessment is to be  
19 calculated, the director shall adopt rules pursuant to chapter  
20 91 for the purpose of suspending or limiting the application of  
21 the central service assessment of any fund. No later than  
22 twenty days prior to the convening of each regular session of



1 the legislature, the director shall report all central service  
2 assessments made during the preceding fiscal year."

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

5 SECTION 3. This Act shall take effect on July 1, 2010 and  
6 be repealed on June 30, 2015; provided that section 36-27,  
7 Hawaii Revised Statutes, shall be reenacted in the form in which  
8 it read on the day before the effective date of this Act.

9

INTRODUCED BY:

Calvin K. Aoy

JAN 14 2010



**Report Title:**

Management of State Funds; Central Service Expenses

**Description:**

Increases the central service expenses fee applied to special funds from 5% to 6%. Removes special exemptions from the central service expenses fee, except where prohibited by law. Takes effect on 7/1/10 and sunsets on 6/30/15.

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

