

JAN 21 2010

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# A BILL FOR AN ACT

RELATING TO SPECIAL FUNDS.

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

1           SECTION 1. Section 23-12, Hawaii Revised Statutes, is  
2 amended to read as follows:

3           "**§23-12 Review of revolving, special, and trust funds.**

4           (a) The office of the state auditor shall report to the  
5 legislature, at each regular session, a review of revolving,  
6 special, and trust funds established to provide services  
7 rendered by any state department or establishment to other state  
8 departments or establishments or to any political subdivision of  
9 the State. The review shall include but not be limited to:

10           (1) An evaluation of the original intent and purpose of  
11 each fund, both as expressed by the legislature and as  
12 understood by the expending agency;

13           (2) The degree to which each fund achieves the stated and  
14 claimed purposes;

15           (3) An evaluation of performance standards established by  
16 the agency; and



1           (4) A summary statement reflecting total fund transactions  
2           in the preceding five fiscal years, including the fund  
3           balance at the beginning of each fiscal year, total  
4           deposits and withdrawals, amount of interest earned,  
5           total expenditures made from the fund, and the ending  
6           fund balance for each fiscal year.

7           (b) Each revolving, special, and trust fund shall be  
8 reviewed every five years as follows:

9           (1) Beginning 1994 and every five years thereafter, the  
10          auditor shall submit a review of the revolving,  
11          special, and trust funds of the department of  
12          accounting and general services; the department of  
13          agriculture; the department of budget and finance; and  
14          the department of land and natural resources;

15          (2) Beginning 1995 and every five years thereafter, the  
16          auditor shall submit a review of the revolving,  
17          special, and trust funds of the department of the  
18          attorney general; the department of business, economic  
19          development, and tourism; and the University of Hawaii  
20          system;

21          (3) Beginning 1996 and every five years thereafter, the  
22          auditor shall submit a review of the revolving,

1           special, and trust funds within the judiciary and of  
 2           the department of commerce and consumer affairs; the  
 3           department of Hawaiian home lands; the department of  
 4           health; and the department of human services;

5           (4) Beginning 1997 and every five years thereafter, the  
 6           auditor shall submit a review of the revolving,  
 7           special, and trust funds of the office of the  
 8           governor; the office of Hawaiian affairs; and the  
 9           department of education; and

10          (5) Beginning 1998 and every five years thereafter, the  
 11          auditor shall submit a review of the revolving,  
 12          special, and trust funds of the department of labor  
 13          and industrial relations; the department of taxation;  
 14          the department of human resources development; the  
 15          department of public safety; and all other moneys  
 16          expended in accordance with section 37-40."

17          SECTION 2. New statutory material is underscored.

18          SECTION 3. This Act shall take effect upon its approval.

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INTRODUCED BY: Arvid Ylge

Sharonne Connor Cleveland

**Report Title:**

Special Funds; Review; Auditor

**Description:**

Includes special funds in the auditors review of revolving and trust funds.

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

