



1 system is a matter of statewide concern and therefore subject to  
2 the purview of the legislature pursuant to article X, section 6,  
3 of the Hawaii state constitution. Accordingly, the purpose of  
4 this Act is to establish a means to fund necessary repair and  
5 maintenance projects at University of Hawaii campuses statewide.

6 **PART II**

7 SECTION 2. Chapter 304A, Hawaii Revised Statutes, is  
8 amended as follows:

9 1. By adding a new subpart to part VI, to be appropriately  
10 designated and to read:

11 " . Campus Planning Facility Board

12 **§304A-A Campus planning facility board; established.** (a)

13 There is established within the University of Hawaii a campus  
14 planning facility board that shall consist of the chancellors  
15 from each campus of the university or the chancellor's designee.

16 (b) The campus planning facility board shall evaluate,  
17 identify, prioritize, and allocate moneys from the major repairs  
18 and replacement special fund established under section 304A-B to  
19 fund repair and maintenance projects of the university.

20 (c) The campus planning facility board shall submit to the  
21 legislature, no later than twenty days prior to the convening of  
22 each regular legislative session, a report that includes:



- 1 (1) A schedule showing all sources of funds of the major  
2 repairs and replacement special fund established under  
3 section 304A-B, all amounts deposited into the special  
4 fund, and the dates such amounts were deposited;
- 5 (2) A schedule showing all repair and maintenance project  
6 expenses by project, including all work in progress,  
7 as applicable;
- 8 (3) A schedule showing all projects completed in the  
9 previous year, including the final cost for each  
10 completed project; and
- 11 (4) An updated list detailing all remaining repair and  
12 maintenance projects on all university campuses  
13 statewide.
- 14 (d) The campus planning facility board shall adopt rules  
15 without regard to chapter 91 to effectuate this section and to  
16 administer the major repairs and replacement special fund."
- 17 2. By adding a new section to part V, subpart C, to be  
18 appropriately designated and to read:
- 19 **"§304A-B Major repairs and replacement special fund; major**  
20 **repairs and replacement fee; established.** (a) There is  
21 established the major repairs and replacement special fund, into  
22 which shall be deposited:



1       (1) Beginning July 1, 2018, moneys collected from the  
2       major repairs and replacement fee, which shall consist  
3       of \_\_\_\_\_ per cent of all gross revenues received by  
4       the University of Hawaii, except as provided by law;  
5       provided that for the purposes of the major repairs  
6       and replacement fee, revenues shall be considered  
7       received immediately upon receipt, whether  
8       constructive or actual, of such revenues by the  
9       university; provided further that no amounts from  
10       special funds from which repair and maintenance costs  
11       are already funded shall be included in the total  
12       gross revenue amount;

13       (2) Appropriations by the legislature to the special fund;  
14       and

15       (3) Gifts, donations, and grants from public agencies and  
16       private persons.

17       (b) The major repairs and replacement fee shall be  
18       deducted from gross revenues and deposited into the major  
19       repairs and replacement special fund at the beginning of each  
20       fiscal quarter.

21       (c) The major repairs and replacement special fund shall  
22       be used solely to fund repair and maintenance projects on the



1 university's backlog list that have been approved for funding by  
2 the campus planning facility board and that have an estimated  
3 useful life of no less than two years.

4 (d) The major repairs and replacement special fund shall  
5 be administered by the campus planning facility board  
6 established pursuant to section 304A-A."

7 **PART III**

8 SECTION 3. (a) The University of Hawaii shall conduct a  
9 financial and statutory review of:

- 10 (1) The impact of the deduction of five per cent of all  
11 gross revenues received by the University of Hawaii  
12 for deposit into the major repairs and replacement  
13 special fund as provided in section 304A-B, Hawaii  
14 Revised Statutes; and
- 15 (2) All university special funds to:
- 16 (A) Identify special funds that have either state or  
17 federal prohibitions against the transfers  
18 required by section 4 of this Act;
- 19 (B) Identify those special funds from which repair  
20 and maintenance is already funded; and
- 21 (C) Examine whether the university's special funds  
22 will have sufficient revenues to carry out their





1 and other persons having power to allocate or disburse any  
2 special funds shall cooperate with the director of finance in  
3 effectuating these transfers.

4 **PART V**

5 SECTION 5. The director of finance is authorized to issue  
6 general obligation bonds in the sum of \$ or so much  
7 thereof as may be necessary and the same sum or so much thereof  
8 as may be necessary is appropriated for fiscal year 2013-2014,  
9 the revenues of which shall be deposited into the major repairs  
10 and replacement special fund established under section 304A-B,  
11 Hawaii Revised Statutes; provided that proceeds from the  
12 issuance of such bonds shall be expended only upon projects that  
13 serve a public purpose.

14 SECTION 6. The director of finance is authorized to issue  
15 general obligation bonds in the sum of \$ or so much  
16 thereof as may be necessary and the same sum or so much thereof  
17 as may be necessary is appropriated for fiscal year 2014-2015,  
18 the revenues of which shall be deposited into the major repairs  
19 and replacement special fund established under section 304A-B,  
20 Hawaii Revised Statutes; provided that proceeds from the  
21 issuance of such bonds shall be expended only upon projects that  
22 serve a public purpose.







**Report Title:**

University of Hawaii; Repair and Maintenance; Bonds

**Description:**

Establishes the campus planning facility board, major repairs and replacement special fund, and major repairs and replacement fee to address University repairs and maintenance. Transfers special fund moneys to the new special fund in fiscal years 2015-2016 and 2016-2017. Authorizes the issuance of general obligation bonds. Effective 07/01/2050. (SD2)

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