

1 fund, for the purpose of providing loans pursuant to section
2 304A-701. The following may be deposited into the revolving
3 fund: appropriations made by the legislature, private
4 contributions, repayment of loans, including interest and
5 payments received on account of principal, and moneys from other
6 sources; provided that:

- 7 (1) Moneys on balance in the revolving fund at the close
8 of each fiscal year shall remain in that fund and
9 shall not lapse to the credit of the general fund; and
10 (2) An amount from the revolving fund not exceeding five
11 per cent of the total amount of outstanding loans may
12 be set by the university to be used for administrative
13 expenses incurred in administering the revolving
14 fund."

15 SECTION 4. Section 304A-701, Hawaii Revised Statutes, is
16 amended by amending subsection (g) to read as follows:

17 "(g) In accordance with chapter 103D, the university may
18 enter into written contracts with collection agencies for the
19 purpose of collecting delinquent loans. All payments collected,
20 exclusive of a collection agency's commissions, shall revert,
21 and be credited, to the Hawaii educator loan program [~~special~~]



1 revolving fund[-] established pursuant to section 304A- . A
2 collection agency that enters into a written contract with the
3 university for the collection of delinquent loans pursuant to
4 this section may collect a commission from the debtor in
5 accordance with the terms of, and up to the amounts authorized
6 in, the written contract."

7 SECTION 5. Section 304A-703, Hawaii Revised Statutes, is
8 amended to read as follows:

9 " ~~[+]§304A-703[+]~~ **Capacity of minors in qualifying for**
10 **Hawaii educator loans.** Any student otherwise qualifying for a
11 loan under the Hawaii educator loan program ~~[special]~~ revolving
12 fund established pursuant to section 304A- shall not be
13 disqualified because the student is under the age of eighteen
14 years, and for the purpose of applying for, receiving, and
15 repaying the loan, any ~~[such]~~ person shall be deemed to have
16 full legal capacity to act and shall have all rights, powers,
17 privileges, and obligations of an adult with respect thereto."

18 SECTION 6. Section 304A-2161, Hawaii Revised Statutes, is
19 repealed.

20 ~~["~~§304A-2161~~ Hawaii educator loan program special fund.~~
21 ~~There is established the Hawaii educator loan program special~~



1 SECTION 8. Chapter 304A, part V, subpart D, Hawaii Revised
2 Statutes, is amended by adding a new section to be appropriately
3 designated and to read as follows:

4 "§304A- Community colleges revolving fund. (a)
5 Section 304A-2003 notwithstanding, there is established a
6 community colleges revolving fund to receive, disburse, and
7 account for funds of programs and activities of the community
8 colleges, including off-campus programs, summer session
9 programs, overseas programs, evening sessions, study abroad,
10 exchange programs, cultural enrichment programs, and
11 consultative services that help make available the resources of
12 the community colleges to the communities they serve.

13 (b) The revolving fund may include deposits from:

14 (1) Tuition, fees, and charges for affiliated
15 instructional, training, and public service courses
16 and programs; and

17 (2) Fees, fines, and other money collected for:

18 (A) Student health;

19 (B) Transcript and diploma;

20 (C) Library;

21 (D) Facility use;



- 1 (E) Child care;
- 2 (F) Auxiliary enterprises;
- 3 (G) Alumni; and
- 4 (H) Other related activities."

5 SECTION 9. Section 304A-2162, Hawaii Revised Statutes, is
 6 repealed.

7 ~~["§304A-2162] Community colleges special fund. (a)~~
 8 ~~Section [304A-2003] notwithstanding, there is established a~~
 9 ~~community colleges special fund to receive, disburse, and~~
 10 ~~account for funds of programs and activities of the community~~
 11 ~~colleges, including but not limited to off-campus programs,~~
 12 ~~summer session programs, overseas programs, evening sessions,~~
 13 ~~study abroad, exchange programs, cultural enrichment programs,~~
 14 ~~and consultative services that help make available the resources~~
 15 ~~of the community colleges to the communities they serve.~~

- 16 ~~(b) The special fund may include deposits from:~~
- 17 ~~(1) The University of Hawaii tuition and fees special fund~~
 18 ~~established in section [304A-2153];~~
- 19 ~~(2) Tuition, fees, and charges for affiliated~~
 20 ~~instructional, training, and public service courses~~
 21 ~~and programs; and~~



1 "§304A- Professional student exchange program
2 revolving fund. (a) There is established a professional
3 student exchange program revolving fund to be administered and
4 expended by the Hawaii commission.

5 (b) The following moneys shall be deposited into the
6 revolving fund:

7 (1) Principal and interest payments received as repayment
8 of financial support from former or current
9 participants of the professional student exchange
10 program, pursuant to section 304A-3209; and

11 (2) Interest earned or accrued on moneys in the revolving
12 fund.

13 (c) Moneys in the revolving fund shall be expended to:

14 (1) Support the professional student exchange program's
15 activities, including the provision of financial
16 support to participants at Western Interstate
17 Commission for Higher Education receiver institutions;
18 and

19 (2) Enforce the collection of delinquent obligations."

20 SECTION 12. Section 304A-2179, Hawaii Revised Statutes, is
21 repealed.



1 ~~["§304A-2179] Professional student exchange program~~
2 ~~special fund.~~ (a) ~~There is established a professional student~~
3 ~~exchange program special fund to be administered and expended by~~
4 ~~the Hawaii commission.~~

5 ~~(b) The following moneys shall be deposited into the~~
6 ~~special fund:~~

7 ~~(1) Principal and interest payments received as repayment~~
8 ~~of financial support from former or current~~
9 ~~participants of the professional student exchange~~
10 ~~program, pursuant to section 304A-3209; and~~

11 ~~(2) Interest earned or accrued on moneys in the special~~
12 ~~fund.~~

13 ~~(c) Moneys in the special fund shall be expended to:~~

14 ~~(1) Support the professional student exchange program's~~
15 ~~activities, including the provision of financial~~
16 ~~support to participants at Western Interstate~~
17 ~~Commission for Higher Education receiver institutions;~~
18 ~~and~~

19 ~~(2) Enforce the collection of delinquent obligations."]~~



1 PART V

2 SECTION 13. The purpose of this part is to repeal the
3 Senator Hiram L. Fong scholarship program endowment trust fund.

4 The legislature finds that the fund does not serve the
5 purpose for which it was created and should be repealed.

6 SECTION 14. Section 304A-2353, Hawaii Revised Statutes, is
7 repealed.

8 ~~["§304A-2353] The Senator Hiram L. Fong scholarship~~
9 ~~program; endowment trust. (a) There is established the Senator~~
10 ~~Hiram L. Fong scholarship program to be administered by the~~
11 ~~university with proceeds from an endowment trust that shall~~
12 ~~receive its initial funding by an appropriation out of the~~
13 ~~general revenues of the State. The program shall provide~~
14 ~~financial support to students enrolled at any campus of the~~
15 ~~university.~~

16 ~~(b) Awards shall be granted annually to one female student~~
17 ~~and one male student who:~~

- 18 ~~(1) Are graduates of a public high school in the State;~~
19 ~~(2) Are upperclassmen at the university;~~
20 ~~(3) Submit winning essays to the board of regents on the~~
21 ~~senator's contributions to Hawaii;~~



- 1 ~~(4) Have a demonstrated commitment to local community~~
2 ~~issues, as shown by volunteer work and participation~~
3 ~~in community organizations; and~~
- 4 ~~(5) Have a demonstrated interest and knowledge of the~~
5 ~~history of immigration to Hawaii.~~
- 6 ~~(c) The amount to be awarded to a student shall be~~
7 ~~determined by the board of regents with due regard to the total~~
8 ~~amount of funds available for the program. The award that a~~
9 ~~student receives under this program may be used to:~~
- 10 ~~(1) Pay for the costs of tuition and fees for a single~~
11 ~~academic year;~~
- 12 ~~(2) Pay for the costs of textbooks and other instructional~~
13 ~~materials for a single academic year;~~
- 14 ~~(3) Pay for the costs of room and board at a dormitory or~~
15 ~~apartment maintained by the university for a single~~
16 ~~academic year; or~~
- 17 ~~(4) Defray the difference between student need, as~~
18 ~~determined by the Free Application for Federal Student~~
19 ~~Aid, and the total cost of attendance for a single~~
20 ~~academic year.~~



1 ~~general revenues of the State. The program shall provide~~
2 ~~financial support to students enrolled at any campus of the~~
3 ~~university.~~

4 ~~(b) Awards shall be granted annually to one female student~~
5 ~~and one male student who:~~

- 6 ~~(1) Are graduates of a public high school in the State;~~
7 ~~(2) Are upperclassmen at the university; and~~
8 ~~(3) Submit winning essays to the board of regents on the~~
9 ~~senator's contributions to Hawaii.~~

10 ~~(c) The amount to be awarded to a student shall be~~
11 ~~determined by the board of regents with due regard to the total~~
12 ~~amount of funds available for the program. The award that a~~
13 ~~student receives under this program may be used to:~~

- 14 ~~(1) Pay for the costs of tuition and fees for a single~~
15 ~~academic year;~~
16 ~~(2) Pay for the costs of textbooks and other instructional~~
17 ~~materials for a single academic year;~~
18 ~~(3) Pay for the costs of room and board at a dormitory or~~
19 ~~apartment maintained by the university for a single~~
20 ~~academic year; or~~



1 that on July 1, 2015, the director of finance shall transfer the
2 unencumbered balances in the:

3 (1) Hawaii educator loan program special fund repealed
4 pursuant to section 6 of this Act to the Hawaii
5 educator loan program revolving fund established
6 pursuant to section 3 of this Act;

7 (2) Community colleges special fund repealed pursuant to
8 section 9 of this Act to the community colleges
9 revolving fund established pursuant to section 8 of
10 this Act; and

11 (3) Professional student exchange program special fund
12 repealed pursuant to section 12 of this Act to the
13 professional student exchange program revolving fund
14 established pursuant to section 11 of this Act.

15 PART IX

16 SECTION 19. Statutory material to be repealed is bracketed
17 and stricken. New statutory material is underscored.

18 SECTION 20. This Act shall take effect on July 1, 2015.

19 INTRODUCED BY:

Kindred Higgins

GLE

Calvin K. King

[Signature]



H.B. NO. 706

Report Title:

Non-General Funds; Repeal; Transfer of Balances

Description:

Repeals various non-general funds and accounts, transfers unencumbered balances to the general fund, and reclassifies selected special funds to revolving funds, as recommended by the auditor in report no. 14-18.

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

