### HOUSE OF REPRESENTATIVES TWENTY-NINTH LEGISLATURE, 2017 STATE OF HAWAII

H.B. NO. 426

### A BILL FOR AN ACT

RELATING TO UNIVERSITY OF HAWAII RULEMAKING.

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

1 SECTION 1. The legislature finds that under the framework 2 established by chapter 91, Hawaii Revised Statutes, a state 3 agency is allowed to issue policy concerning its internal 4 management without having to follow various requirements for 5 adopting administrative rules, such as public notice, public hearing, and gubernatorial approval. The legislature further 6 finds that the board of regents for the University of Hawaii 7 8 must conduct its business at an open public meeting under the 9 framework established by chapter 92, Hawaii Revised Statutes. 10 Currently, there is a lack of consistency between the use of 11 chapter 91 procedures and chapter 92 procedures for matters 12 internal to the University of Hawaii.

13 The public will have opportunities to observe the board of 14 regents and comment on proposed changes to policies through the 15 open public meeting requirement of chapter 92, Hawaii Revised 16 Statutes.



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1 The purpose of this Act is to allow the board of regents 2 for the University of Hawaii to use the "open meeting" process 3 under chapter 92 rather than the "rule making" process under 4 chapter 91 for matters internal to the university. 5 SECTION 2. Section 304A-105, Hawaii Revised Statutes, is amended by amending subsection (a) to read as follows: 6 7 "(a) The board of regents shall have management and 8 control of the general affairs, and exclusive jurisdiction over 9 the internal structure, management, and operation of the 10 university. The board may: Appoint a treasurer and other officers as it deems 11 (1) 12 necessary; 13 (2) Authorize any officer, elected or appointed by it, to 14 approve and sign on its behalf any voucher or other 15 document that the board may approve and sign; 16 Delegate to the president or the president's designee (3) 17 the authority to render the final decision in 18 contested case proceedings subject to chapter 91, as 19 it deems appropriate;



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1 (4) Purchase or otherwise acquire lands, buildings, 2 appliances, and other property for the purposes of the 3 university; and 4 (5) Expend any sums of money as, from time to time, may be 5 placed at the disposal of the university from whatever 6 source; provided that notwithstanding any other law to 7 the contrary, all documents regarding expenditures and 8 changes thereto, made by the board shall be disclosed 9 in open meetings for the purpose of public comment; 10 provided further that all expenditure requests, 11 proposals, and any other budgetary documents used by 12 the board at an open meeting shall be made available 13 to the public at least six calendar days before the 14 meeting. 15 All lands, buildings, appliances, and other property so 16 purchased or acquired shall be and remain the property of the university to be used in perpetuity for the benefit of the 17 18 university. The board, in accordance with this section and 19 other law, shall manage the inventory, equipment, surplus 20 property, and expenditures of the university and [, subject to 21 chapter 91, may adopt rules, further] at an open public meeting



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1 subject to chapter 92 may adopt policies controlling and 2 regulating the same." 3 SECTION 3. Section 304A-402, Hawaii Revised Statutes, is 4 amended to read as follows: 5 "[4] §304A-402[4] Residence for tuition purposes [; basic 6 **rule**]. The board of regents shall adopt the [necessary rules] 7 policies defining residence for tuition purposes [herein;] at an open meeting subject to chapter 92; provided that the basic 8 9 [rule] principle shall be that a student shall qualify for the 10 resident tuition fee at the university only if the following 11 criteria are met: 12 (1)The adult student, or in the case of a minor student, 13 the student's parents or guardians, has or have been a 14 bona fide resident of this State for at least twelve 15 consecutive months next preceding the student's first 16 day of officially scheduled instruction for any 17 semester or term in which the student is enrolling at 18 the particular college or campus; and 19 (2) The adult or minor student has not been claimed as a 20 dependent for tax purposes for at least twelve months 21 next preceding the student's first day of officially



1 scheduled instruction for any semester or term in 2 which the student is enrolling at the particular 3 college or campus by the student's parents or quardians who are nonresidents of the State; provided 4 5 that this provision shall not apply in cases where the parent claiming the student as a dependent is entitled 6 7 to do so under a child support order or agreement 8 issued or entered into in conjunction with a divorce proceeding or legal separation agreement and the other 9 10 parent and the student meet the criteria set forth in 11 paragraph (1)."

SECTION 4. Section 304A-604, Hawaii Revised Statutes, isamended to read as follows:

14 "[<del>[</del>]§304A-604[<del>]</del>] [<del>Rules</del>] Policies governing state higher 15 education loan fund. The board of regents shall [have the 16 power, in accordance with chapter 91, to] adopt [rules] policies 17 necessary for the administration of the state higher education 18 loan fund [-] at an open meeting subject to chapter 92. The 19 state higher education loan fund is limited to students at the 20 University of Hawaii or the community colleges who have met the 21 eligibility requirements under section 304A-601."



SECTION 5. Section 304A-2160, Hawaii Revised Statutes, is
 amended to read as follows:

3 "[+]§304A-2160[+] State higher education loan fund. There 4 is established a special fund to be known as the state higher 5 education loan fund. The fund shall be a revolving fund and all 6 interest and payments received on account of principal shall be 7 credited to the fund. The fund shall be administered by the 8 board of regents and shall be disbursed to needy students that 9 meet eligibility requirements under section [+]304A-601[+] 10 pursuant to [rules] policies adopted by the board [-] at an open 11 public meeting subject to the requirements of chapter 92." 12 SECTION 6. Section 304A-2601, Hawaii Revised Statutes, is 13 amended to read as follows: 14 "[4] §304A-2601[<del>]</del>] Parking; control by board of regents.

15 (a) The board of regents may make [rules] policies governing
16 the traffic and parking conditions on the roadways and other
17 areas under the jurisdiction of the university.

18 (b) The board may:

19 (1) Assess fees for parking, including parking on roadways20 and in the parking areas under the jurisdiction of the



1	university; provided that the fees shall be adopted at
2	an open public meeting subject to chapter 92; and
3	(2) Install parking meters on roadways and in parking
4	areas[ <del>; and</del> ].
5	[ <del>(3) Make rules relating to the assessments of fees for</del>
6	parking and the installation of parking meters. The
7	rules shall be adopted pursuant to chapter 91.]
8	The fees shall be deposited in the university parking
9	revolving fund established under section $[+]304A-2275[+]$ .
10	(c) For the purposes of this subpart, parking facilities
11	shall be considered university projects, and the board shall
12	possess all powers conferred by [+]subpart D[+]."
13	SECTION 7. Statutory material to be repealed is bracketed
14	and stricken. New statutory material is underscored.
15	SECTION 8. This Act shall take effect upon its approval.
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#### Report Title:

University of Hawaii; Rulemaking; Open Public Meetings; Adoption of Policy

#### Description:

Substitutes the rulemaking requirements of Chapter 91, HRS, for the adoption of certain University of Hawaii policies with the open public meeting requirements of chapter 92, HRS.

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

