JAN 2 2 2021

## A BILL FOR AN ACT

RELATING TO GRANTS.

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

1	SECTION 1. Section 42F-103, Hawaii Revised Statutes, is
2	amended by amending subsection (c) to read as follows:
3	"(c) Further, a grant may be awarded to a nonprofit
4	organization only if the organization:
5	(1) Has been determined and designated to be a nonprofit
6	organization by the Internal Revenue Service; and
7	(2) Has a governing board [\frac{whose}]:
8	(A) Whose members have no material conflict of
9	interest and serve without compensation $[-]$ ; and
10	(B) In which no member is an existing member of the
11	<u>legislature.</u> "
12	SECTION 2. Statutory material to be repealed is bracketed
13	and stricken. New statutory material is underscored.
14	SECTION 3. This Act shall take effect on January 1, 2022.
15	Sun March
	INTRODUCED BY: He dhan

2021-0763 SB HMSO-1

# S.B. NO. **556**

### Report Title:

Chapter 42F Grants; Legislators

### Description:

Specifies that nonprofits with a legislator on its governing board shall not be eligible to receive a grant pursuant to chapter 42F, Hawaii Revised Statutes. Effective 01/01/2022.

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