

ACT 195

H.B. NO. 3129-76

A Bill for an Act Relating to School Bus Contracts.

*Be It Enacted by the Legislature of the State of Hawaii:*

SECTION 1. Chapter 296, Hawaii Revised Statutes, is amended by adding a new section to be appropriately designated and to read as follows:

**“Sec. 296- School bus contracts.** Any law to the contrary notwithstanding, school bus contracts between the State and a private contractor may be extended for one year by mutual agreement; provided, that the parties may agree to extend the contract for an additional year thereafter. The compensation due to the contractor by the State for each extended year may be increased, but in an amount not to exceed five per cent of the previous year’s compensation. If the original contract between the State and a private contractor already includes an option to extend the contract period, this provision shall be applicable after the contract option is exercised.”

SECTION 2. New statutory material is underscored. In printing this Act, the revisor of statutes need not include the underscoring.\*

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

(Approved June 4, 1976.)

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\*Edited accordingly.