
A BILL FOR AN ACT

RELATING TO EDUCATION.

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

1 SECTION 1. The department of education seeks to retain its
2 fiscal autonomy. The purpose of this amendment is to extend the
3 date until which the department of education and the Hawaii
4 Tourism Authority shall have autonomous authority over their
5 accounting systems and other purchasing responsibilities and
6 fiscal duties from June 30, 2011 to June 30, 2016.

7 SECTION 2. Section 40-1, Hawaii Revised Statutes, is
8 amended by amending subsection (b) to read as follows:

9 “(b) With respect to the executive branch, except the
10 University of Hawaii until [~~June 30, 2011~~] June 30, 2016, the
11 Hawaii tourism authority, and the department of education until
12 [~~June 30, 2011~~] June 30, 2016, the comptroller shall have
13 complete supervision of all accounts. The comptroller shall
14 preaudit all proposed payments of \$10,000 or more to determine
15 the propriety of expenditures and compliance with executive
16 orders and rules that may be in effect. When necessary, the
17 comptroller shall withhold approval of any payment. Whenever
18 approval is withheld, the department or agency concerned shall

____.B. NO. _____

1 be promptly notified. With respect to the University of Hawaii,
2 the Hawaii tourism authority, and the department of education,
3 the comptroller shall issue warrants for the release of funds
4 for the operating costs of the university, the Hawaii tourism
5 authority, or the department of education, as applicable, in
6 amounts and at times mutually agreed upon by the governor or
7 director of finance and the university, the Hawaii tourism
8 authority, or department of education, as applicable; provided:

9 (1) The amounts released shall not exceed the allotment
10 ceilings for the respective funding sources of the university's
11 or the department of education's appropriations established by
12 the governor for an allotment period pursuant to section 37-34,
13 or in the case of the Hawaii tourism authority, revenues
14 received by the convention center enterprise special fund and
15 the tourism special fund pursuant to section 237D-6.5; and

16 2) The comptroller may issue warrants as an advance from
17 the state treasury to the University of Hawaii, the Hawaii
18 tourism authority, and the department of education to establish
19 a checking account and provide working capital in amounts and at
20 times mutually agreed upon by the governor or director of
21 finance and the University of Hawaii, the Hawaii tourism
22 authority, and the department of education."

JUSTIFICATION SHEET

DATE: October 25, 2010

DEPARTMENT: Education

TITLE: A BILL FOR AN ACT RELATING TO EDUCATION.

PURPOSE: The department of education seeks to retain its fiscal autonomy. The department of education shall have complete supervision of all accounts and management of accounting and financial systems.

MEANS: Amend Section 40-1.

JUSTIFICATION: The reason for this amendment is to extend the date until which the department of education, along with the Hawaii Tourism Authority, shall have autonomous authority over their accounting systems and other purchasing responsibilities and fiscal duties from June 30, 2011 to June 30, 2016.

The University of Hawaii extended their date to 2016 in the 2010 session. This bill merely adds the extension consistently to the department of education.

GENERAL FUND: None.

OTHER FUNDS: None.

PPBS PROGRAM
DESIGNATION: N/A

OTHER AFFECTED
AGENCIES: N/A

EFFECTIVE DATE: June 29, 2011.