

STAND. COM. REP. NO.

332

Honolulu, Hawaii
FEB 18 2011

RE: S.B. No. 814
S.D. 1

Honorable Shan S. Tsutsui
President of the Senate
Twenty-Sixth State Legislature
Regular Session of 2011
State of Hawaii

Sir:

Your Committee on Education, to which was referred S.B.
No. 814 entitled:

"A BILL FOR AN ACT RELATING TO CERTAIN FUNDS OF THE
UNIVERSITY OF HAWAII,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Convert certain revolving funds of the University of Hawaii into special funds;
- (2) Repeal certain funds of the University of Hawaii; and
- (3) Transfer the remaining balances of specific repealed funds to the University of Hawaii Auxiliary Enterprises Special Fund.

Your Committee received testimony in support of this measure from the University of Hawaii System.

Your Committee finds that this measure will provide greater flexibility and increased efficiency in the use and management of certain funds. In addition, the repeal and reclassification of the funds indentified in this measure are in accordance with the findings and recommendations of a December 2009 report of the Auditor of the State of Hawaii.



Your Committee notes concerns over the large number of special, revolving, and trust funds currently in existence and being proposed for creation. As such, your Committee has requested that the University of Hawaii reexamine all funds for possible consolidation or repeal.

Your Committee has amended this measure by:

- (1) Adding language to amend section 304A-2264, Hawaii Revised Statutes, to establish the University of Hawaii's Conference Center Revolving Fund within the University of Hawaii at Manoa, instead of within the College of Continuing Education and Community Service at the University of Hawaii at Manoa, and provide flexibility in the use of monies in that Fund;
- (2) Specifying that all fund balances remaining unencumbered and unexpended as of June 30, 2011, in the University of Hawaii's Conference Center Revolving Fund shall be transferred to the University of Hawaii Auxiliary Enterprise Special Fund established under section 304A-2157, Hawaii Revised Statutes; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Education that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 814, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 814, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Education,



JILL TOKUDA, Chair



The Senate
 Twenty-Sixth Legislature
 State of Hawai'i

Record of Votes
Committee on Education
EDU

Bill / Resolution No.:* SB814	Committee Referral: EDU, WAM	Date: 2-2-11
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The committee is reconsidering its previous decision on this measure.
 If so, then the previous decision was to: _____

The Recommendation is:

Pass, unamended 2312 Pass, with amendments 2311 Hold 2310 Recommit 2313

Members	Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)	/			
KIDANI, Michelle N. (VC)	/			
CHUN OAKLAND, Suzanne	/			
NISHIHARA, Clarence K.	/			
TANIGUCHI, Brian T.	/			
SLOM, Sam			/	
TOTAL	5		1	

Recommendation: Adopted Not Adopted

Chair's or Designee's Signature: *Michelle N. Kidani*

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*Only one measure per Record of Votes