



**GOV. MSG. NO. 1162**

EXECUTIVE CHAMBERS  
HONOLULU

DAVID Y. IGE  
GOVERNOR

June 6, 2016

The Honorable Ronald D. Kouchi,  
President  
and Members of the Senate  
Twenty-Eighth State Legislature  
State Capitol, Room 409  
Honolulu, Hawai'i 96813

The Honorable Joseph M. Souki,  
Speaker and Members of the  
House of Representatives  
Twenty-Eighth State Legislature  
State Capitol, Room 431  
Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Souki, and Members of the Legislature:

This is to inform you that on June 6, 2016, the following bill was signed into law:

HB2415 SD1

RELATING TO NON-GENERAL FUNDS  
**ACT 061 (16)**

Sincerely,

DAVID Y. IGE  
Governor, State of Hawai'i



1 ~~promotion of the Kapolei recreational sports complex].~~ The  
2 authority shall consist of nine members who shall be appointed  
3 by the governor in the manner prescribed by section 26-34. Each  
4 member of the authority shall have been a citizen of the United  
5 States and a resident of the State for at least five years next  
6 preceding the member's appointment. The president of the  
7 University of Hawaii and the superintendent of education shall  
8 be ex officio members of the authority but shall not vote."

9 SECTION 4. Section 109-2, Hawaii Revised Statutes, is  
10 amended to read as follows:

11 "§109-2 Stadium authority; powers and duties. The powers  
12 and duties of the stadium authority shall be as follows:

13 (1) To maintain, operate, and manage the stadium and  
14 related facilities [~~, and to provide for the~~  
15 ~~maintenance, operation, management, and promotion of~~  
16 ~~the Kapolei recreational sports complex];~~

17 (2) To prescribe and collect rents, fees, and charges for  
18 the use or enjoyment of the stadium or any of its  
19 facilities;

20 (3) To make and execute contracts and other instruments  
21 necessary or convenient to exercise its powers under



1           this chapter and subject to any limitations in this  
2           chapter, to exercise all powers necessary, incidental,  
3           or convenient to carry out and effectuate the purposes  
4           and provisions of this chapter [~~including entering~~  
5           ~~into contracts under chapter 102 or 103D for the~~  
6           ~~management of the Kapelei recreational sports complex,~~  
7           ~~to include but not be limited to the operation,~~  
8           ~~maintenance, and promotion of the complex in a manner~~  
9           ~~that is beneficial to both the State and the~~  
10          ~~contractor. These contracts may contain revenue~~  
11          ~~sharing incentives based on increased usage of the~~  
12          ~~complex];~~

13          (4) To adopt, amend, and repeal in accordance with chapter  
14          91 rules it may deem necessary to effectuate this  
15          chapter and in connection with its projects,  
16          operations, and facilities;

17          (5) To appoint a manager and a deputy manager who shall  
18          have [such] qualifications as the authority deems  
19          necessary and who shall hold their respective offices  
20          at the pleasure of the authority. The manager and  
21          deputy manager shall be exempt from the requirements



1 of chapters 76 and 89. Effective July 1, 2005, the  
2 manager shall be paid a salary not to exceed eighty-  
3 seven per cent of the salary of the director of human  
4 resources development. Effective July 1, 2005, the  
5 deputy manager shall be paid a salary not to exceed  
6 eighty-five per cent of the manager's salary. The  
7 manager shall have full power to administer the  
8 affairs of the stadium and related facilities, [~~and to~~  
9 ~~provide for a management contract for the Kapolei~~  
10 ~~recreational sports complex,~~] subject to the direction  
11 and approval of the authority. The manager shall,  
12 subject to the approval of the authority, have power  
13 to appoint, suspend, and discharge a secretary who  
14 shall be exempt from the requirements of chapters 76  
15 and 89, and [~~such~~] other employees, subordinates, and  
16 assistants as may be necessary for the proper conduct  
17 of the business of the authority. Except for persons  
18 hired on contract or otherwise as provided in section  
19 109-3 and except for the manager, deputy manager, and  
20 secretary, all appointments, suspensions, or



1 discharges shall be made in conformity with the  
2 applicable provisions of chapter 76; and

3 (6) To plan, promote, and market the stadium[~~, its~~] and  
4 related facilities [~~, and the Kapelei recreational~~  
5 ~~sports complex~~]."

6 SECTION 5. Section 109-3, Hawaii Revised Statutes, is  
7 amended to read as follows:

8 "§109-3 Stadium special fund. There is created a special  
9 fund to be known as the stadium special fund into which funds  
10 collected by the authority shall be deposited[~~, provided that~~  
11 ~~all funds received pursuant to this section shall be kept~~  
12 ~~completely separate from the Kapelei recreational sports complex~~  
13 ~~special fund. Moneys may not be transferred between the stadium~~  
14 ~~special fund and the Kapelei recreational sports complex special~~  
15 ~~fund~~]. The stadium special fund shall be applied, used, and  
16 disposed of for the payment of:

17 (1) The expenses of the operation, maintenance, promotion,  
18 and management of; and

19 (2) All or a portion of the cost of financing any capital  
20 improvement project for;



1 the stadium and related facilities; provided that all services  
2 required for the stadium and related facilities shall be  
3 performed by persons hired on contract or otherwise, without  
4 regard for chapter 76; provided further that the authority shall  
5 report to the legislature all receipts and expenditures of the  
6 stadium special fund account twenty days prior to the convening  
7 of each regular session."

8 SECTION 6. Section 109-5, Hawaii Revised Statutes, is  
9 amended to read as follows:

10 "§109-5 Security personnel, powers. The person employed  
11 as the chief security officer by the authority shall have all of  
12 the powers of police officers, including the power of arrest;  
13 provided that [~~such~~] the powers shall remain in force and in  
14 effect only while the person is in the actual performance of the  
15 person's duties at the stadium [~~or the Kapelei recreational~~  
16 ~~sports complex~~]."

17 SECTION 7. Section 109-7, Hawaii Revised Statutes, is  
18 amended by amending subsections (b) and (c) to read as follows:

19 "(b) Any person violating any rule of the stadium  
20 authority regulating conduct on the stadium [~~or Kapelei~~  
21 ~~recreational sports complex~~] premises shall be guilty of a petty

1 misdemeanor punishable by a fine not exceeding \$1,000, or  
2 imprisonment not exceeding thirty days, or both.

3 (c) Any person violating any rule of the stadium authority  
4 regulating parking or traffic on the stadium [~~or Kapolei~~  
5 ~~recreational sports complex~~] premises shall have committed a  
6 traffic infraction as set forth in chapter 291D, the  
7 adjudication of which shall be subject to the provisions  
8 contained therein."

9 SECTION 8. Section 109-9, Hawaii Revised Statutes, is  
10 repealed.

11 [~~"[§109-9] Kapolei recreational sports complex special~~  
12 ~~fund. There is created a special fund to be known as the~~  
13 ~~Kapolei recreational sports complex special fund into which~~  
14 ~~funds appropriated by the legislature, received pursuant to a~~  
15 ~~management contract under section 109-2(3), or collected by the~~  
16 ~~authority from the operations of the Kapolei recreational sports~~  
17 ~~complex shall be deposited subject to contracts entered into~~  
18 ~~pursuant to section 109-2(3); provided that all funds received~~  
19 ~~pursuant to this section shall be kept completely separate from~~  
20 ~~the stadium special fund. Moneys may not be transferred between~~  
21 ~~the Kapolei recreational sports complex special fund and the~~





1 ~~stadium special fund. The Kapolei [recreational] sports complex~~  
2 ~~special fund shall be applied, used, and disposed of for the~~  
3 ~~payment of:~~

4       (1) ~~The expenses of the operation, maintenance, promotion,~~  
5             ~~and management of; and~~

6       (2) ~~All or a portion of the cost of financing any capital~~  
7             ~~improvement project for;~~

8 ~~the Kapolei recreational sports complex; provided that all~~  
9 ~~services required for the Kapolei recreational sports complex~~  
10 ~~shall be performed by persons hired on contract or otherwise,~~  
11 ~~without regard for chapter 76; provided further that the~~  
12 ~~authority shall report annually to the legislature all receipts~~  
13 ~~and expenditures of the Kapolei recreational [sports] complex~~  
14 ~~special fund account no later than twenty days prior to the~~  
15 ~~convening of each regular session." ]~~

16       SECTION 9. On July 1, 2016, all unencumbered balances  
17 remaining in the Kapolei recreational sports complex special  
18 fund repealed by section 8 of this Act shall lapse to the credit  
19 of the general fund.



## 1 PART III

2 SECTION 10. The purpose of this part is to reclassify the  
3 prepaid airport use charge fund from a special fund to a trust  
4 fund as recommended by the auditor in auditor's report 14-05.

5 The legislature finds that the fund does not meet the  
6 criteria of a special fund and should be classified as a trust  
7 fund because moneys deposited in the fund are the property of  
8 signatory airlines and may not be used for any purpose other  
9 than those set forth in the prepaid airport use charge fund  
10 agreement.

11 SECTION 11. The prepaid airport use charge fund, a special  
12 fund administratively established in 1977, is reclassified as a  
13 trust fund.

14 All balances in the fund shall remain as if no  
15 reclassification had occurred.

## 16 PART IV

17 SECTION 12. The purpose of this part is to abolish the  
18 photo enforcement revolving fund.

19 The legislature finds that the fund does not meet the  
20 criteria of a revolving fund because it is inactive.




1 SECTION 13. The photo enforcement revolving fund is  
2 abolished and any unencumbered remaining balances shall be  
3 transferred to the general fund.

4 PART V

5 SECTION 14. Statutory material to be repealed is bracketed  
6 and stricken.

7 SECTION 15. This Act shall take effect on July 1, 2016.

APPROVED this 6 day of JUN , 2016



GOVERNOR OF THE STATE OF HAWAII

