CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 4 (2013), CD1

A BILL FOR AN ORDINANCE

RELATING TO THE GRANTS IN AID FUND.

BE IT ORDAINED by the People of the City and County of Honolulu:

SECTION 1. Purpose. The purpose of this ordinance is to create a fund to receive and expend monies to be used by the city to award grants in aid to federal income tax exempt non-profit organizations.

SECTION 2. Chapter 6, Revised Ordinances of Honolulu 1990, as amended, is amended by adding a new article to be appropriately designated by the revisor of ordinances and to read as follows:

"Article __. Grants in Aid Fund

Sec. 6-__.1 Creation.

There is hereby created and established a special fund to be known as the "Grants in Aid Fund" (hereinafter "fund").

Sec. 6-__.2 Purpose.

The purpose of the fund is to receive and expend monies to be used by the city to award grants in aid to federal income tax exempt non-profit organizations that provide services to economically and/or socially disadvantaged populations or provide services for public benefit in the areas of the arts, culture, economic development or the environment pursuant to Section 9-205 of the Revised Charter of Honolulu.

Sec. 6-__.3 Deposit.

There shall be deposited into the fund a minimum of one-half of one percent of the estimated general fund revenues, plus any interest earned on deposits in the fund.

Sec. 6-__.4 Additional expenditure requirements.

(a) There is established a grants in aid advisory commission which shall review applications for grants in aid monies and advise the city on projects to be funded with grant monies from the fund. The recommendations made by the grants in aid advisory commission regarding recommended expenditures from the fund shall be consistent with the priorities established by the council by resolution.

(b) Applications for projects to be funded with grants in aid monies, including projects submitted by the city administration and by councilmembers to benefit their respective council districts, shall be submitted to the commission by January 20 of each year.

(c) The commission shall submit a report setting forth its recommendations to the city council by March 4.

(d) The council shall select the projects to be funded with grants in aid monies through the annual budget process and the selection of the projects must comply with the requirements set forth in the Charter.

(e) All monies for projects to be funded with grants in aid monies shall be distributed by the city to the grantees within 45 days of the beginning of the fiscal year.

(f) At any given time, no more than five percent of the monies in the fund shall be used for administrative expenses.

(g) Any balance remaining in the fund at the end of any fiscal year shall not lapse, but shall remain in the fund, accumulating from year to year. The monies in the fund shall not be used for any purposes except those listed in this article.

Sec. 6-__.5 Administration.

The director of budget and fiscal services shall administer the fund and administer the projects funded by grants awarded from the grants in aid fund. Procedures for the administration of the fund and the expenditure of grants awarded from the fund shall be established by the director by rule. The director shall not delegate any of these duties to another city department."

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SECTION 3. This ordinance shall take effect upon approval, provided that, for calendar year 2013 only, the deadlines set forth in subsections 6-__.4(b) and 6-__.4(c) as provided in section 2 of this ordinance shall not apply.

INTRODUCED BY:

Ernie Martin

Ann Kobayashi

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DATE OF INTRODUCTION:

January 24, 2013
Honolulu, Hawaii

Councilmembers

APPROVED AS TO FORM AND LEGALITY:

_____
Deputy Corporation Counsel

APPROVED this _____ day of _____, 20___.

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KIRK CALDWELL, Mayor
City and County of Honolulu