

Honolulu, Hawaii

MAR 16 2006

RE: H.B. No. 2273

Honorable Robert Bunda
President of the Senate
Twenty-Third State Legislature
Regular Session of 2006
State of Hawaii

Sir:

Your Committee on Transportation and Government Operations,
to which was referred H.B. No. 2273 entitled:

"A BILL FOR AN ACT MAKING EMERGENCY APPROPRIATIONS FOR RISK
MANAGEMENT,"

begs leave to report as follows:

The purpose of this measure is to make an emergency
appropriation to increase the spending ceiling of the state risk
management revolving fund to provide for unanticipated
expenditures resulting from the May 7, 2005 fire at Kalaheo
Elementary School.

Your Committee received testimony in support of this measure
from the Department of Accounting and General Services and the
Department of Education.

Due to the anticipated expenditures relating to the fire at
Kalaheo Elementary School and increases in property insurance
arising therefrom, the state risk management revolving is
projected to have expenditures in excess of the amounts
appropriated by the Legislature for the state risk management
program for fiscal year 2005-2006.

Your Committee finds that an emergency appropriation as
requested by this measure are essential to the prudent operation
of the State's risk management program.

As affirmed by the record of votes of the members of your
Committee on Transportation and Government Operations that is



attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2273, and recommends that it pass Second Reading and be referred to the Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Transportation and
Government Operations,


LORRAINE R. INOUYE, Chair



