

GOV. MSG. NO. 727

EXECUTIVE CHAMBERS

HONOLULU

LINDA LINGLE

April 3, 2007

The Honorable Colleen Hanabusa, President and Members of the Senate Twenty-Fourth State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813

Dear Madam President and Members of the Senate:

This is to inform you that on April 3, 2007, the following bill was signed into law:

HB1226 HD1

A BILL FOR AN ACT MAKING AN EMERGENCY APPROPRIATION FOR ELECTRICITY PAYMENTS STATEWIDE. (ACT 005)

Sincerely,

LINDA LINGE

Approved by the Governor on <u>APR 3 2007</u>

HOUSE OF REPRESENTATIVES TWENTY-FOURTH LEGISLATURE, 2007 STATE OF HAWAII

ACT 005 H.B. NO. ¹²²⁶_{H.D. 1}

A BILL FOR AN ACT

MAKING AN EMERGENCY APPROPRIATION FOR ELECTRICITY PAYMENTS STATEWIDE.

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

SECTION 1. This Act is recommended by the governor for
immediate passage in accordance with section 9 of article VII of
the Constitution of the State of Hawaii.

4 SECTION 2. The purpose of this Act is to make an emergency 5 appropriation to address a projected \$626,000 deficit in electricity payments for the department of accounting and 6 7 general services-managed facilities statewide. Since local 8 utility companies are dependent upon oil as the primary source 9 of fuel, high world oil prices have directly contributed to this 10 shortfall. Although kilowatt per hour consumption has remained flat or decreased, increased worldwide demand and geopolitical 11 12 concerns all contribute to keep oil prices high. Based on a 13 combination of actual bills paid and projected cost, the shortfall for fiscal year 2006-2007 is anticipated to be 14 15 \$626,000 statewide. Without an emergency appropriation, the program must defer payment on its June 2007 bill. 16

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1 SECTION 3. In accordance with section 9 of article VII, of 2 the Constitution of the State of Hawaii and sections 37-91 and 3 37-93, Hawaii Revised Statutes, the legislature has determined 4 that the general fund expenditure ceiling for fiscal year 2006-5 2007 has already been exceeded by \$90,137,694 or 1.68 per cent. The appropriations contained in this Act will cause the state 6 7 general fund expenditure ceiling for fiscal year 2006-2007 to be exceeded by an additional \$626,000, or an additional 0.012 per 8 9 cent. The calculation contained in the foregoing sentence relates only to the amount of general funds appropriated in this 10 Act for fiscal year 2006-2007. The reasons for exceeding the 11 general fund expenditure ceiling are that the appropriations 12 made in this Act are necessary to serve the public interest and 13 14 to meet the needs provided for by this Act.

15 SECTION 4. There is appropriated out of the general 16 revenues of the State of Hawaii the sum of \$626,000 or so much 17 thereof as may be necessary for fiscal year 2006-2007 for the 18 purpose of paying electricity bills.

19 The sum appropriated shall be expended by the department of 20 accounting and general services.

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SECTION 5. This Act shall take effect upon its approval.

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APPROVED this ³ day of APR , 2007

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GOVERNOR OF THE STATE OF HAWAII