



GOV. MSG. NO. 490

EXECUTIVE CHAMBERS
HONOLULU

LINDA LINGLE
GOVERNOR

February 25, 2008

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

Dear Madam President:

Transmitted herewith are proposed changes to the Appropriations Act (House Bill No. 2500/Senate Bill No. 3131). Your favorable consideration is requested for the attached budget items:

Operating:

Health benefit premiums – adjust funding for the Department of Budget and Finance, Department of Education, and University of Hawaii to reflect FY 09 premiums and updated enrollment projections.

Capital Improvement Projects:

- Add \$1,300,000 in general obligation (G.O.) bond funds to the Americans with Disabilities Act (ADA) Public Accessibility at Department of Land and Natural Resources (DLNR) Facilities, Statewide, project to complete improvements in response to the Consent Decree and Order.
- Lapse \$260,000 in G.O. bond funds appropriated in Act 178, SLH 2005, Item H-6, as amended by Act 160, SLH 2006, for the Diamond Head Visitor Orientation Center, Oahu (DLNR).
- Lapse \$2,000,000 in G.O. bond funds appropriated in Act 160, SLH 2006, Item K-7.01, for Waikiki Seawall Improvements, Oahu (DLNR).

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- Reduce proposed lapse of G.O. bond funds appropriated in Act 160, SLH 2006, Item I-1.02, for the Maui Community Correctional Center Expansion/Relocation, Maui, project by \$9 million (from \$24,350,000 to \$15,350,000) to allow the Department of Public Safety to complete the design for the entire project.
- Amend Act 178, SLH 2005, as amended by Act 160, SLH 2006, Item G-113.02, to change the means of financing for the University of Hawaii's regional biocontainment laboratory project from general funds to G.O. bond funds.

Your staff may contact the appropriate agency for additional information. Your understanding and assistance are appreciated.

Sincerely,


for LINDA LINGLE

JAMES R. AIONA JR.

ACTING GOVERNOR

Attachments

c: Honorable Rosalyn H. Baker

OPERATING

DEPARTMENT OF BUDGET AND FINANCE

Health Premium Payments (BUF 943/HP)

Reduce funds to reflect FY 2009 health benefits premium rates adopted by the Hawaii Employer-Union Health Benefits Trust Fund at their January 2008 Board meeting.

FY 2009

Other Current Expenses	- 11,492,424 A
Other Current Expenses	- 4,343,775 U

DEPARTMENT OF EDUCATION

Health Premium Payments-DOE (EDN 943)

Increase funds to reflect FY 2009 health benefits premium rates and updated enrollment projections.

FY 2009

Other Current Expenses	1,795,453 A
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UNIVERSITY OF HAWAII

Health Premium Payments-UH (UOH 943)

Reduce funds to reflect FY 2009 health benefits premium rates and updated enrollment projections.

FY 2009

Other Current Expenses	- 6,139,228 A
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CAPITAL IMPROVEMENT PROJECT

DEPARTMENT OF LAND AND NATURAL RESOURCES

Amend Section 5, Item D-5 to read:

“ADA Public Accessibility at Department of Land and Natural Resources (DLNR)
Facilities, Statewide

Design, construction, and equipment to provide public accessibility at DLNR facilities.

	<u>FY 2008</u>	<u>FY 2009</u>
Design	520	
Construction	2,130	[1,000] <u>2,300</u>
Equipment	<u>50</u>	
Total Funding	2,700 C	[1,000] <u>2,300 C</u> ”

PROVISOS

Amend Section 4 to add two new subsections to read:

(1) By amending Section 84 to read as follows:

SECTION 84. Provided that of the general fund appropriation for health premium payments-DOE (EDN 943), the sum of \$167,498,112 or so much thereof as may be necessary for fiscal year 2007-2008 and the sum of [~~\$177,398,618~~] \$179,194,071 or so much thereof as may be necessary for fiscal year 2008-2009 shall be used to pay for health and other benefits provided by the Hawaii employer-union health benefits trust fund or the voluntary employees' beneficiary association trust (VEBA) for department of education employees and participating employees of charter schools and shall be transferred to health premium payments (BUF 943) of the department of budget and finance for that purpose; provided further that the funds shall be transferred no later than July 16 of each respective fiscal year; provided further that the funds shall not be expended for any other purpose; and provided further that any unexpended funds shall lapse to the general fund.

(2) By amending Section 96 to read as follows:

SECTION 96. Provided that of the general fund appropriation for health premium payments-UH (UOH 943), the sum of \$60,826,187 or so much thereof as may be necessary for fiscal year 2007-2008 and the sum of [~~\$65,107,996~~] \$58,968,768 or so much thereof as may be necessary for fiscal year 2008-2009 shall be used to pay for health and other benefits provided by the Hawaii employer-union health benefits trust fund for University of Hawaii employees and shall be transferred to health premium payments (BUF 943) of the department of budget and finance for that purpose; provided further that the funds shall be transferred no later than July 16 of each respective fiscal year; provided further that the funds shall not be expended for any other purpose; and provided further that any unexpended funds shall lapse to the general fund.

Amend Section 6, subsection (8) as follows:

“SECTION 142. Any law to the contrary notwithstanding, the appropriations under Act 178, Session Laws of Hawaii 2005, section 85, as amended and renumbered by Act 160, Session Laws of Hawaii 2006, section 5, in the amounts indicated or balances thereof, unallotted, allotted, unencumbered, or encumbered and unrequired, are hereby lapsed:

<u>Item No.</u>	<u>Amount (MOF)</u>
<u>A-10</u>	\$ 2,977 C
<u>B-2</u>	[\$] 2,000 C
<u>C-6</u>	7,035,000 N
<u>C-17</u>	7,000,000 N
<u>E-4</u>	1,200,000 C
<u>F-11.06</u>	1,500,000 [B] C
<u>F-17.03</u>	1,000,000 C
<u>G-83</u>	285,000 B
<u>G-107.01</u>	200,000 C
<u>H-6</u>	260 C
<u>I-1.02</u>	15,350,000 C
<u>K-3</u>	285,000 C
<u>K-7.01</u>	2,000 C
<u>K-9</u>	9,600,000 C”

Amend section 6 to add a new section to read:

“SECTION . Act 178, Session Laws of Hawaii 2005, as amended by Act 160, Session Laws of Hawaii 2006, section 5, is amended by amending Item G-113.02 to read:

113.02. UHM, REGIONAL BIOCONTAINMENT LABORATORY, OAHU

PLANS, DESIGN, AND CONSTRUCTION FOR A REGIONAL BIOCONTAINMENT LABORATORY FACILITY ON OAHU. THIS PROJECT IS DEEMED NECESSARY TO QUALIFY FOR FEDERAL AID FINANCING AND/OR REIMBURSEMENT.

			<u>FY 2007</u>
PLANS			1,000
DESIGN			1,000
CONSTRUCTION			35,500
TOTAL FUNDING	UOH	N	25,000 N
	UOH	[A] C	12,500 [A] C”