

HB 200

HD 1



EXECUTIVE CHAMBERS

HONOLULU

NEIL ABERCROMBIE
GOVERNOR

SENATE WAYS AND MEANS COMMITTEE

Senator David Ige, Chair

Senator Michelle Kidani, Vice Chair

March 28, 2011

9 a.m. Room 211

**Testimony in SUPPORT with Comments on HB 200 HD1
Relating to the State Budget**

Chair Ige, Vice-Chair Kidani and members of the Senate Ways and Means Committee, thank you this opportunity to provide testimony in support of House Bill 200, House Draft 1, Relating to the State Budget. I am Amy Asselbayer, Chief of Staff for the Office of the Governor.

While we support the bill as the General Appropriations Act for the upcoming fiscal biennium, we have some grave reservations about the current draft.

For GOV100, the Office of the Governor, the House Draft of the budget does not include any of the additional funding requested in the February 22, 2011 Governor's Message. As a result, the Office is left with essentially half of the year's funding.

This would result in either a severe reduction of half the staff, resulting in around twenty-five people being laid off, or ceasing the operations of the Governor's office for half the year. Either option would result in a dramatic decrease in the ability of the Governor's Office to provide the leadership and executive management necessary to provide direction to the Executive Branch and in corresponding to constituent needs across the state.

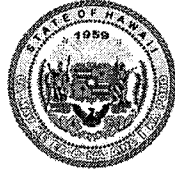
This would severely impair the Governor's new initiatives to modernize the state's technology infrastructure, end homelessness, support early childhood education, and provide guidance for federal healthcare reform. This would also impact the ability for the Governor to appoint new members to various Boards and Commissions across the state, including the Board of Education.

The Office currently stretches taxpayer dollars as far as they can go – we utilize volunteers and interns to the fullest extent possible and pursue private and federal funding for positions. However, without the core general fund budget, the ability to pursue these other options disappears.

We must not return to the policy of short changing the public on basic services that they expect and need from government. We cannot continue cutting government and then act surprised and outraged when things don't work.

It may be useful to note that at the original level requested in the February 22, 2011 Governor's Message, that GOV100's general fund budget would be \$3,572,406. This is lower than the \$3,894,690 appropriated for GOV100 for FY 2008 and the \$3,712,323 appropriated for GOV100 for FY 2009.

Thank you for the opportunity to provide testimony on this measure. I will be happy to answer any questions you may have.



OFFICE OF THE LIEUTENANT GOVERNOR
STATE OF HAWAII
STATE CAPITOL
HONOLULU, HAWAII 96813

THE SENATE COMMITTEE ON WAYS AND MEANS
OFFICE OF THE LIEUTENANT GOVERNOR, PROGRAM ID LTG100

**CHAIR IGE, VICE CHAIR KIDANI AND MEMBERS OF THE SENATE WAYS AND MEANS COMMITTEE.
THANK YOU FOR THE OPPORTUNITY TO SUBMIT TESTIMONY RELATING TO HB 200, HD 1.**

Pursuant to Act 180, the Office of the Lieutenant Governor ("Office") was appropriated a total of \$421,017 for FY2011. When the new administration took office, it was determined that this amount could not carry the Office through the end of the fiscal year without an emergency appropriation of \$301,082.

In the Governor's Message, the Office is currently requesting an adjustment of \$312,312 for FY2012 and \$306,360 for FY2013 ("Adjustment"). This Adjustment is comprised of \$264,294 per year in personnel expenses, with the remaining amounts allocated to other current expenses. This is the same amount already provided in the EA on an annualized basis.

In HB 200, HD1, the House Finance committee restored furlough savings in the amount of \$69,620. The Adjustment was reduced to \$1, however, and the House is currently taking the request for the Adjustment under advisement.

Reasons for Adjustment:

The Adjustment is necessary in order for the Office to both (i) provide the statutorily mandated Secretary of State services for the public pursuant to HRS Sec. 574-5 and HRS Sec. 26-1, and (ii) to direct the policy initiatives assigned to the Lieutenant Governor by Governor Abercrombie, as described below.

There are a wide variety of Secretary of State services that the Office is mandated to fulfill and that have been outlined in prior testimony to this Committee.

In this administration, the Office has also been charged with several policy initiatives, the largest of which is the Hawai'i Fair Share Initiative (FSI). FSI assists government agencies and nonprofits to acquire external funds, whether Federal or private in nature, and promotes the accelerated execution of remaining Federal stimulus dollars.

In the first 100 days of this administration, the Office, through FSI, achieved the following results:

- Positioned Hawai'i to receive nearly \$100 million in new Federal funds for capital improvement projects and veteran cemetery improvements.
- Arranged for the U.S. Department of Veteran Affairs to use its resources to address homelessness in Hawai'i.
- Formed partnerships with the University of Hawai'i and other State departments to provide technical assistance to State grant writers.
- Developed and implemented a system to distribute grant opportunities to State departments.
- Worked with the Obama administration and Hawai'i's Congressional Delegation to find resources for Hawai'i for Compact Migrants from FSM, for homelessness prevention through HUD, to pursue FEMA reimbursement for the Tsunami, and to pursue National Security Special Event funding for APEC.

In addition to FSI, the Office of the Lieutenant Governor has been assigned the responsibility of leading the State's preparation on the Asia Pacific Economic Cooperation (APEC) Host Committee, serving as the administration's representative on the committee to secure the Obama Presidential Library for Hawai'i and acting as the State's representative on the Military Affairs Council of the Chamber of Commerce. Most recently the Office is leading the State's recovery efforts to secure resources to repair damage to public and private property and secure assistance to businesses damaged in the tsunami of March 11, 2011. The Office has also facilitated the organization of the Aloha for Japan relief effort.

Impact if Adjustment is Denied

Without the Adjustment, the Office of the Lieutenant Governor will be unable to perform its current duties, including FSI, a program that has already proven to be effective and revenue positive. The travel that the LG would otherwise be taking to Washington D.C. and other locations on the mainland to partner with federal agencies and private foundations on behalf of the State, would cease. Similarly, it would impede the ability for the administration to visit our neighbor island residents and communities and conduct State business outside of Oahu.

The Secretary of State services, which are now currently being processed on a timely basis (the four-month backlog inherited by this administration was eliminated as of March 4, 2011), will again be processed at a much slower pace and another backlog will very likely emerge.

Finally, four staff members (or approximately 40% of the current staff) would be laid off if the Adjustment is denied.



The Judiciary, State of Hawaii

Testimony to the Senate Committee on Ways and Means

Senator David Y. Ige, Chair

Senator Michelle Kidani, Vice Chair

(Monday, March 28, 2011, 9:00 a.m.)

State Capitol, Conference Room 211

by

Rodney A. Maile

Administrative Director of the Courts

WRITTEN TESTIMONY ONLY

Bill No. and Title: House Bill No. 200, H.D.1, Relating to the State Budget.

Purpose: Appropriates funds for the operating and capital improvement budget of the Executive Branch for fiscal years 2011-2012 and 2012-2013.

Judiciary's Position:

The Judiciary is extremely concerned with Capital Improvement Project BED160, Hawai'i Housing Finance and Development Corporation ("HHFDC"), Item No. 23, Page 65 of H.B. No. 200, H.D.1, which requests funding to plan, design, and construct an affordable rental housing complex on the site of the "old juvenile detention facilities on Adler Street."

First, the Judiciary currently maintains the Home Maluhia facility at the Alder Street property. The Home Maluhia facility is a residential facility for the custodial placement of juvenile status offenders who require short-term custodial placement under court order, but who are not appropriate for placement at the Judiciary's Juvenile Detention Center in Kapolei, or for placement in other noncustodial programs administered by non-judiciary programs.

The project proposed by HHFDC Item 23, would unilaterally displace the children that are required to be housed at the Home Maluhia facility, as well as force the Judiciary to abandon the Alder Street property which the Judiciary has utilized and maintained via Executive Order No. 1577, since September 5, 1953.



House Bill No. 200, H.D.1, Relating to the State Budget
Senate Committee on Ways and Means
Monday, March 28, 2011
Page 2

Second, the Judiciary has been planning to develop a facility the Alder Street property that is based upon the Juvenile Detention Alternative Initiative ("JDAI"), which is a national, best-practices design for detention continuum programs, and the Legislature has appropriated funds for a study to design and construct a JDAI facility at the Alder Street property. Moreover, we have apprised the City and County of Honolulu of our plans to develop a JDAI facility at the Alder Street property.

Lastly, until a week ago, the Judiciary was unaware that funding for the Alder Street property as reflected by HHFDC Item 23 had been included in H.B. No. 200, and consequently, the Judiciary has not been party to any redevelopment plans for the property, whereby the Judiciary's legal, fiscal, and logistical responsibilities could be addressed.

Although the Judiciary is supportive of affordable housing, in light of the displacement that would be necessitated by HHFDC Item 23, compounded by the lack of alternatives for the Judiciary's current and future plans for the Alder Street property, the Judiciary must oppose this specific CIP request.

Thank you for the opportunity to testify on House Bill No. 200, H.D.1.



**TESTIMONY OF
THE DEPARTMENT OF THE ATTORNEY GENERAL
TWENTY-SIXTH LEGISLATURE, 2011**

ON THE FOLLOWING MEASURE:

H.B. NO. 200, H.D. 1, RELATING TO THE STATE BUDGET.

BEFORE THE:

SENATE COMMITTEE ON WAYS AND MEANS

DATE: Monday, March 28, 2011 **TIME:** 9:00 a.m.

LOCATION: State Capitol, Room 211

TESTIFIER(S): David M. Louie, Attorney General, or
Randall Nishiyama, Deputy Attorney General

Chair Ige and Members of the Committee:

The Department of the Attorney General is doing everything possible to do more with less. We are working with the limited resources we have as a result of past hiring freezes, furloughs, and other cuts that have occurred over the past several years.

We have been resourceful and creative in an effort to continue serving our client agencies with as little disruption as possible from the limitations that have occurred. We have sought and received federal funds for several of our programs. Examples of this include the Byrne Justice Assistance Grants, Residential Substance Abuse Treatment for State Prisoners, Adam Walsh Grants (sex offender registration), and the Internet Crimes Against Children Program. The Department has previously reorganized and restructured some of its divisions to be as efficient as possible and maintain productivity at a high level with limited resources. Additionally, we have been aggressively partnering with state and local agencies to expand the reach of our public services and engage the community.

However, despite our best efforts, the cuts the Department has endured have unfortunately resulted in a certain level of decreased service to some of our clients. In other words, we

have not been able to respond to our clients' legal needs as quickly as in the past. In comparison to private law firms in the State, this puts the Department - and therefore the public's interests - at a distinct disadvantage. We are extremely concerned that the Department's workforce must be restored in a number of critical positions so as to provide timely representation, advice, and counsel to our clients. If this is not done, the short-term saving due to personnel cuts may lead to long-term substantial and expensive liabilities to the State.

It is worth noting that our client list is broad. It includes the Governor, every state department, and the Legislature. Meeting the requests of all of these clients is a large task, and it is one we are currently struggling to meet. At present, we are operating at approximately a 16.0 percent vacancy rate with our attorneys and staff. Maintaining a professional and efficient level of service is not sustainable without critical resources, which in this case means staff.

The Department's responsibilities are also broad. The Department: (1) appears for the State in civil and criminal cases when the State is a party; (2) investigates violations of state laws, and initiates civil and criminal actions to enforce the laws or prosecute persons who violate them; (3) prepares legal opinions for the Governor, the Legislature, and the heads of state departments; (4) advises state officials on legal matters so that they may faithfully execute their duties and responsibilities; and (5) defends and represents state officials and employees when they are sued for actions they have taken or are about to take in connection with their state positions.

In addition, the Department: (1) administers the State's Child Support Enforcement Program to obtain child support payments for Hawaii's children, and conducts administrative

proceedings to establish paternity and adjust support obligations; (2) administers the State's sex offender registration system; (3) secures and disseminates financial and other resources to support law enforcement and the criminal and juvenile justice systems; (4) gathers information, records, and statistics, and maintains information and communications systems to support law enforcement and the criminal and juvenile justice systems; (5) plans and implements crime prevention programs and activities; (6) commissions notaries public; and (7) issues State ID cards.

ATG100 - Legal Services

1. **Governor's Message - House Advisement:** (SEQ# 62-222 and 85-222) - Message requests adding a net two positions and \$350,166 in general funds for the Special Assistant to the Attorney General, Administrative Services Manager, and one shared Secretary. In addition, the funds reinstate the salary for the First Deputy and Secretary to the First Deputy. All of these funds were cut over the past two legislative sessions.

Impact: To manage a department consisting of almost 800 positions, the Attorney General needs a core group of people to help run the "front office," known as the Office of the Attorney General. The Attorney General must be able to delegate key assignments so he may focus on high-level issues and advise the Legislature, the Governor, and state departments on important legal issues. This core group performs critical roles in the management team that support the Attorney General. Without these positions, the Department's service to the public will suffer.

2. **Governor's Message - House Advisement:** (SEQ# 84-222) - Message requests \$565,000 in general funds to reduce the budgeted vacancy savings from 18.4 percent to 15 percent of budgeted salary for ATG 100 - Legal Services.

Impact: Budgeted vacancy savings has increased 70 percent over the past two years due to fiscal constraints and a hiring freeze, while the personal services budget has declined by 25 percent due to the Reduction-in-Force and elimination of vacancies, resulting in budgeted vacancy savings increasing to 18.4 percent of payroll. While vacancies were at about 16 percent in January 2011, we have not been able to adequately meet the needs of client agencies due to the number of vacancies and the continued furlough days. We are concerned that the delay in services provided, along with inadequate levels of staff to handle cases against the State, may well result in more costly settlements and judgments against the State than any amounts saved by the vacancies. This puts public funds at risk.

3. **Governor's Message - House Advisement:** (SEQ# 86-222) - Message requests \$49,000 in special funds annually for upgrades and enhancements to the Hawaii Charity Registration System. Source of funds is the Solicitation of Funds for Charitable Purposes Special Fund.

Impact: Charities, which are required by statute to file electronically using our registration system, have reported that the system is difficult to use and frustrating.

Therefore, the failure to make these enhancements will result in poor customer service to the regulated charitable sector, which pays the fees that will fund these enhancements. Some organizations are paying \$750 annually and deserve a system that is more user-friendly.

4. **Governor's Message - House Advisement:** (SEQ# 87-222) - Message requests a ceiling increase in federal funds, beginning in fiscal year 2012-2013, to cover the cost of the purchase and maintenance of two vehicles for the Medicaid Fraud Control Unit (MFCU). MFCU investigators have full police powers, and they use these vehicles in arrests, surveillance, transport of prisoners, and other official functions.

Impact: An audit performed by the Federal Office of the Inspector General, conducted for recertification of the MFCU, recommended the purchase, maintenance, and use of two vehicles. The auditors were concerned that the use of personal vehicles by MFCU investigators could generate liability issues. Not purchasing these vehicles, despite the auditor's recommendations, puts federal matching funds at risk and jeopardizes the functioning of the MFCU. It is worth noting that the State is obligated to have an MFCU as a condition of receiving federal Medicaid funds.

5. **Governor's Message - House Advisement:** (SEQ# 88-222) - Message requests to restore interdepartmental "U" funding for four temporary positions that were restored, without funding, by the 2010 Legislature.

Impact: These are clerical support positions for legal divisions that provide services to Department of Transportation and the Department of Education, and handle cases in Family court.

6. **House Adjustment:** (SEQ# 1060-001) - Adjustment imposes a general fund reduction of \$239,667 due to fiscal constraints. This reduction represents 1.3 percent of total budgeted general funds. Due to the limitations imposed by high vacancy savings and other reductions to personal services, however, the reduction would have to come from other current expenses (OCE), resulting in a 4.5 percent reduction of OCE. Total general funds budget for OCE is \$5,318,525, made up of four line items, as follows:

Sex Abuse Treatment Center	\$1,533,860
Litigation funds	\$1,500,000
Career Criminal & Victim Witness programs	\$ 951,096
Operating expenses	<u>\$1,333,569</u>
Total Other Current Exp.	\$5,318,525

Impact: The result of the House adjustment will be the reduction of one of these aforementioned line items. Reducing funding for the Sex Abuse Treatment Center will make it more difficult for victims of sexual assault to receive the care and attention they need. Reducing funds for the Career Criminal and Victim Witness Programs will lessen the capabilities of law enforcement in all four counties. Because of federal matching funds for the Victim Witness program, reduction of state funds would also mean a

loss of federal funds. Reducing the Department's litigation funds will put the State and the public at a competitive disadvantage, because those funds are used to hire expert witnesses, special deputies, and make other necessary expenditures when the State defends itself against a lawsuit. Finally, reducing the budgeted operating expenses will generally harm the Department because that fund is used to purchase supplies needed to keep the Department functioning (e.g., paper, toner, library books, pens, and pencils).

Alternatively, the Department has proposed to the Senate Ways and Means committee four actions to redirect costs from general funds to special funds. These actions will reduce general funds for the State by \$747,858:

1. Increase our MOA with the Department of Commerce and Consumer Affairs (DCCA) saves \$220,000
2. Change funding for five deputies billed to the Department of Human Services (DHS) (reimbursed by federal funds) saves \$324,223
3. Change funding for one (net) Deputy to bill the Department of Education (DOE) saves \$50,735
4. Reimburse Governor's Office for clerical services provided for State ID saves \$152,900

ATG 231- Hawaii Criminal Justice Data Center (HCJDC)

1. **Governor's Message - House Advisement:** (SEQ# 81-222) - Message requests a \$300,000 ceiling increase (for fiscal year 2011-2012 only) in the State Identification Revolving Fund to

purchase servers and workstations being used for the State ID System.

Impact: The equipment used to issue State IDs, purchased in 2004, has passed its life expectancy, and repairs would be costly, time-consuming, and possibly not available. The primary customers that pay for this service: the young, elderly, and those with special needs, should be provided with this essential service. We must ensure that the system will continue to operate without fear that it will crash and be down for long periods of time.

2. **Governor's Message - House Advisement:** (SEQ# 60-222 and 82-222) - Message requests the addition of two temporary positions. It also reallocates federal funds to match current grants that are being utilized. There is no change to the federal ceiling being requested.

Impact: There are two federal grants [(1) Community Oriented Policing Services - Technology and Sex Offender Sentencing, and (2) Monitoring, Apprehending, Registering, and Tracking] replacing the National Criminal History Improvement Program grant. These grants are primarily responsible for the maintenance and support of CJIS-Hawaii (the statewide criminal history repository), the statewide Automated Fingerprint Identification System, the statewide Mugphoto System, and the application that connectivity to the FBI's National Crime Center.

Without approval to expend these funds, law enforcement and criminal justice agencies will not be able to use these systems, and the public will be put at risk.

3. **House Adjustment:** (SEQ# 1060-001) - Reduces general funds by \$239,667 due to fiscal constraints.

Impact: This reduction represents a 15.2 percent reduction to the total general fund budget for the Hawaii Criminal Justice Data Center.

We respectfully request that the committee consider the cost redirection measures suggested for ATG 100 above in lieu of the major reduction to ATG 231.

The only significant item, besides personnel, would be AFIS Maintenance costs from ATG 231BB (\$243,647) but that would mean that the statewide Automated Fingerprint ID System (AFIS) would be without any maintenance and would shut down because it needs daily tending. Negative impact is to all law enforcement statewide, but particularly to the county police and sheriffs.

As to further reductions to staffing, the HCJDC has already endured a 15.9 percent reduction in staffing over the last two years, and services provided to law enforcement agencies are already at levels that could impact public safety.

The impact to operations has been significantly negative:

- Effectiveness levels such as data quality and disposition completion percentages for CJIS-Hawaii are declining due to the inability of remaining staff to work errors and to find dispositions. Criminal justice users are calling our Help Desk daily because they cannot locate dispositions for offenders for whom they are trying to do a pre-sentence investigation. Similarly, we are also getting regular calls from police dispatch doing a background check for the officers on the street making a stop;
- **Criminal identifications** that ensure positive ID based on a fingerprint biometric via AFIS have errors backlogged and unaddressed, impacting state and national law enforcement partners;
- **Criminal history checks**, which used to be turned around in 5 business days, are now approaching 15 days. This impacts the public in completing adoptions, visa applications and employment by private companies. Completeness of criminal checks being done by DOE, DHS, and the Department of Health (DOH) on employees, contractors with access to children, elderly and the disabled (Hawaii's defined vulnerable populations) are suffering as a result of first bullet also;
- **State ID** card services have public wait times peaking at 5 hours;
- **Expungements** mandated by statute to be completed in 120 days are exceeding that timeframe;

- Posting of **sex offenders** on the public website are delayed awaiting court documents and classification. Currently, there is a two-month backlog of required hard copy document filing, which is impacting court proceedings;
- Ability of our **IT technical staff** to respond to problems reported by statewide CJIS-Hawaii users that require program changes result in delayed implementation and appropriate corrective action; and
- The ability to support our mission critical systems that require **24x7 on call services** to law enforcement and criminal justice agencies has been negatively impacted in terms of the ability for us to respond when time is always of the essence in these situations.

Thank you for the opportunity to testify. The Department of the Attorney General understands that the public expects more from government, and we will continue to do our best to deliver excellent legal services in furtherance of our mission.

**TESTIMONY BY KALBERT K. YOUNG
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE
STATE OF HAWAII
TO THE SENATE COMMITTEE ON WAYS AND MEANS
ON
HOUSE BILL NO. 200, H.D. 1**

MARCH 28, 2011

RELATING TO THE STATE BUDGET

House Bill No. (HB) 200, House Draft (H.D.) 1, appropriates funds for the operating and capital improvement budget of the Executive Branch for Fiscal Years 2012 and 2013. The Department of Budget and Finance (DB&F) respectfully requests the Committee's support of the Governor's Message Items submitted to the Legislature on February 22, 2011.

Over the past few years, the DB&F has experienced a number of budget cuts and restrictions. After a careful and diligent review of existing operations, the DB&F identified those areas that are at risk of not being able to maintain core operations or pose other risks that outweigh the cost of selectively restoring resources.

PROGRAM ID: BUF 101 – Departmental Administration and Budget

Division

The Governor's Message requests for BUF 101 are critical. The existing staffing levels are inadequate and the DB&F is at risk of not being able to sustain acceptable levels of operations. The DB&F's Administrative and Research Office (ARO) and the Budget, Program Planning and Management Division (BPPM) are

experiencing unacceptable backlogs and the ARO is without any backup for vacation, sick leave, or potential personnel turnover.

The Governor Message Items for BUF 101 include funding for the Deputy Director position, an Accountant V position for the ARO, two Budget Analyst positions for the BPPM, and funding for the State's share of the actuarial valuation report of Other Post Employment Benefit Plans (OPEB).

Deputy Director: Additional General funds requested to provide full year funding for the Deputy Director (Deputy) position is critical to ensure the effective and efficient operations and functions of the DB&F from both central agency and departmental perspectives. The Deputy of DB&F, as designated, acts on behalf of the Director of Finance in the Director's absence, provides representation on several boards the Director is statutorily required to serve on, coordinates all legislative matters as the department's legislative liaison, and provides administrative oversight of day-to-day operations of the Department. The DB&F's core functions in budget and financial services are critical given current economic and fiscal conditions and the Deputy provides invaluable support to the Director in this effort. Effective performance by the DB&F impacts operations in every department across the State.

Specifically, the Director serves de-facto on several boards, including the Employees' Retirement System (ERS), the Deferred Compensation Board, the Hawaii Community Development Authority, and the Board of the High Technology Development Corporation. Numerous demands on the Director's time and attention require the assistance of the Deputy to provide proper

representation on these important boards. While other staff within the department such as a division or branch chief can temporarily assume the function for a short duration, it is not feasible to expect the person to handle both division as well as department-wide responsibilities over an extended period without detrimental impact. As legislative liaison the Deputy plays a key role in legislative matters that impact not only the DB&F but all other departments statewide. Partial funding for the position in FY 2012 will mean that resources for this key function will be unavailable at a most critical time as the State continues to struggle with unprecedented funding shortfalls. The Deputy also serves a key function by administering the day-to-day management and operations of the DB&F including support of administratively attached agencies that have key statewide roles – the Office of the Public Defender, the Public Utilities Commission, the ERS, and the Hawaii Employer-Union Health Benefits Trust Fund. The Director of Finance is a key member of the Governor's cabinet and is directly responsible for both critical and far reaching decisions affecting the statewide budgets and finances.

Hence, it would be unreasonable to expect the Director to: (1) manage the critical central agency duties and responsibilities, especially during these very difficult and challenging economic and fiscal conditions; (2) fulfill the statutorily mandated external demands and obligations as a member of key boards and commissions; and (3) manage the day-to-day operations and needs of the DB&F.

Accountant V: The request to restore the position and funding for this position is necessary to support the critical fiscal operations of this department

and to support functions that also have a statewide impact. The ARO, with 33% fewer positions than in FY 2009, has accumulated a backlog of routine transactions and projects that include the tracking of the non-general fund fringe benefit reimbursements, maintenance of fiscal files, ledgers and folders in support of the State's Comprehensive Annual Financial Report (CAFR), and the compilation and tracking of fixed costs (Social Security/Medicare, pension accumulation, health premiums, and debt service payments) needed to ensure that sufficient allotment of funds are available to support the timely processing of the necessary payments. The backlog impacts State departments and agencies as well as the public. Currently, the average time for processing payments to court appointed attorneys and witness fees has increased from two weeks to eight weeks. Additionally, there is no backup for vacation, sick leave or potential personnel turnover which puts the Department at risk of not being able to maintain day-to-day operations. The existing level of staffing is clearly not sustainable.

Budget Analyst V positions: The request to restore the two Budget Analyst V positions is also critical to this department. The BPPM, with 36% fewer Program Analysts since FY 2008, has found it increasingly more difficult to provide the necessary systematic reviews and analyses of the 20 Executive Departments. The diminished staffing level is the primary reason budget execution and approval processes are not as expedient.

The State employer's share of the actuarial valuation costs for the Other Post Employment Benefit Plans (OPEB): The requested General funds are

required to pay the Hawaii Employer-Union Health Benefits Trust Fund (EUTF) for the State's employer's share of the contract cost to conduct an actuarial valuation analysis for the OPEB plans offered by the State through the EUTF. This actuarial valuation report is a requirement of the Government Accounting Standards Board (GASB) statements numbers 43 and 45. Failure by the State to complete its portion of this analysis will have negative consequences for the State CAFR.

HB 200, H.D. 1, Reduction of \$117,607 for FY 12 and FY 13: The unspecified reduction of \$117,607 in both FY 2012 and FY 2013 cannot be absorbed by the BUF 101 program without seriously hampering the operations of this key program. Such a reduction in funding will prevent the filling of the vacant Budget Analyst positions and will require delayed and/or deferred payments for other current expenditures during both fiscal years. Delayed and/or deferred payments may include payments which are made for Court Appointed Counsel expenses as certified by the State Judiciary pursuant to Sections 802-1 and 802-5, HRS, and Witness and Defendant expenses as certified by the State Judiciary, Public Prosecutors, or by the Attorney General which are made pursuant to Section 621-9, HRS.

The funding level of the General Fund appropriation for the BUF 101 program has repeatedly over the prior years absorbed budget restrictions and reductions. Any additional or alternative budget reduction proposal(s) are not feasible without causing serious operational impacts that will hamper and

diminish the budget execution process for all other departments and agencies of the State.

PROGRAM ID: BUF 115 – Financial Administration Division (FAD)

Consultant services costs for the Treasury: The Department respectfully requests that the Governor's Message Item for \$75,000 in General Funds for both FY 2012 and FY 2013 be included in the S.D. 1. General funds for the consultant services will be used for a comprehensive independent review of the State Treasury operations in order to validate congruence with contemporary best practice policies and procedures in the area of investments, asset allocation, and governmental finance policy.

HB 200, H.D. 1, Reduction of \$16,192: The H.D. 1 reduction of \$16,192 in both FY 2012 and FY 2013 will require the BUF 115 program to closely monitor and re-prioritize its future expenditures. The funding levels for the General Fund appropriation for the BUF 115 program have also been repeatedly reduced through prior years' budget restrictions and reductions, and as such, additional and alternative budget reduction proposals are not feasible.

PROGRAM ID: BUF 143 – Hawaii Employer-Union Trust Fund (EUTF)

Additional 14.00 FTE positions and funds for the EUTF: The DB&F requests that the Governor's Message Item for the EUTF (14.00/\$772,771 for FY 2012 and 14.00/\$767,971 for FY 2013) be included in the Senate Draft. The requested additional resources are critical to address the severe operational backlogs and to enable the EUTF to effectively manage its increased workload requirements of over 15,000 active and retiree HSTA VEBA members and their

dependent beneficiaries (effective January 1, 2011) and the increasing complexities resulting from the new Federal Affordable Care Act provisions. Further, when Act 106, SLH2010, was passed (to return the over 15,000 active/retiree HSTA VEBA members to the EUTF) it was not known that in December 2010 Judge Sakamoto would rule that the EUTF must offer the HSTA VEBA members the same standard of coverage in benefits that they enjoyed in their HSTA VEBA plans. The Judge's ruling required EUTF to create and maintain over ten (10) new stand-alone benefit plans specifically for the HSTA VEBA members, which resulted in a significant amount of additional work that was not anticipated when Act 106, SLH 2010, was passed. Funding for these 14.00 FTE permanent positions is essential for the EUTF to be able to fulfill its mission of providing health and other benefit plans to all State and County active employees, retirees, and their dependents.

PROGRAM ID: BUF 151 – Office of the Public Defender (OPD)

HB 200, H.D. 1, Reduction of \$93,646: The unspecified reductions of \$93,646 in FY 2012 and FY 2013 will seriously hamper the operations of the BUF 151 program due to a lack of funding to re-fill vacant Deputy Public Defender positions during both fiscal years. The OPD lacks the necessary staffing levels to support the court caseloads, which has resulted in the assignment of cases by the State Judiciary to private court-appointed counsel. The assignment of these cases to private counsel greatly increases the overall costs to State government. Private attorneys will bill the State on a case-by-case, hourly basis as opposed to Deputy Public Defender staff who are paid on straight State salaries. Any

savings that may be generated by the H.D.1 reduction will be more than offset by additional costs resulting from private counsel being assigned by the State Judiciary to provide these required legal representation for indigent defendants. The budget reduction proposals for the BUF 151 General Fund are not feasible.

PROGRAM ID: BUF 901 – Public Utilities Commission (PUC)

The HB 200, H.D. 1, adds one dollar amounts in both years for the three Governor's Message Items for the BUF 901 program in both FY 2012 and FY 2013 while it further considers the additional requested position counts and funds. The DB&F respectfully requests for the inclusion of the three Governor's Message Items for this program in the S.D. 1 because they are necessary to support operational improvements for both the PUC (attached to the DB&F) and the Division of the Consumer Advocate (DCA) program (in the Department of Commerce and Consumer Affairs) based on the mandates to restructure these two programs pursuant to Act 177, SLH 2007, and consistent with the additional resources that were also subsequently authorized for both the PUC and the DCA pursuant to Act 130, SLH 2010.

PROGRAM ID: BUF 761/ST, BUF 765/LE, & BUF 768/HE:

The HB 200, H.D.1, adds one dollar amounts in both years for the Governor's Message Item requesting additional funds for employer contributions for Health Premiums. The Governor's Message Item is necessary to fund the increased level of employer contributions for Health Premiums which are effective from March 1, 2011 through June 30, 2011 pursuant to the December 23, 2010 bargaining unit agreement. The DB&F respectfully requests the

inclusion of the Governor's Message Item amounts for both FY 2012 and FY 2013 in the S.D. 1.

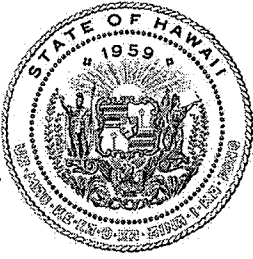
CIP BUDGET

Item: K-3

HB 200, H.D. 1, Additional Funding Adjustments: HB 200, H.D. 1, Adjustments authorizes \$675,233,000 for FY 2012 and \$45,000,000 for FY 2012 in G.O. Bond funds for the State Educational Improvement Special Fund (SEFI). HB 200, H.D.1, authorizes an additional \$133,268,000 over FY 2012 and FY 2013 requested in the Governor's Message Items of February 22, 2011.

The DB&F prefers the Governor's Message request amounts of \$488,965,000 for FY 2012 and \$98,000,000 for FY 2013 which is necessary to reauthorize prior year funding and also authorizes additional FB 2011-13 funding to support the SEFI.

This concludes the Testimony for the Department of Budget and Finance and its attached agencies. Thank you for the opportunity to testify in regards to the departmental impacts that will result from H.B. 200, H.D.1. If there are any questions from the Committee, I along with the program administrators from each of the Department's respective attached agencies are available to answer them at this time.



NEIL ABERCROMBIE
GOVERNOR

RICHARD C. LIM
DIRECTOR

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

No. 1 Capitol District Building, 250 South Hotel Street, 5th Floor, Honolulu, Hawaii 96813
Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804
Web site: www.hawaii.gov/dbedt

Telephone: (808) 586-2355
Fax: (808) 586-2377

Statement of
RICHARD C. LIM
Director

Department of Business, Economic Development & Tourism

before the
COMMITTEE ON WAYS AND MEANS

Monday, March 28, 2011
9:00 AM
State Capitol, Conference Room 211

in consideration of
HB200, HD1
RELATING TO THE STATE BUDGET

Chair Ige, Vice Chair Kidani, and Members of the Senate Committee on Ways and Means, thank you for the opportunity to testify on HB200, HD1 relating to DBEDT's budget.

In alignment with the Governor's New Day Plan, it is DBEDT's mission to achieve a Hawaii economy that embraces innovation; is globally competitive, dynamic and productive; and provides opportunities for all Hawaii's citizens to prosper.

In particular, DBEDT serves as an advocate for renewable energy development, creative industries development, facilitator for the film and digital media industry, a resource for analytic data, and a promoter for export business. DBEDT also supports small business and community based organizations, fosters planned community development, creates affordable workforce housing units in high-quality living environments, and promotes innovation sector job growth.

IMPACT OF HB200, HD1 ON DBEDT CORE PROGRAMS

The RIF and budgets cuts in FY2010 reduced total positions in DBEDT by 24 percent. More significantly, general funded positions declined by 44 percent. General Funds appropriations fell by 49 percent, from \$11,236,808 to \$5,727,950.

Meanwhile, DBEDT has and is clearly doing more with less:

- DBEDT has attracted Federal money to fund our key programs. Federal Funds in DBEDT increased from \$22,282,112 in FY2009 to \$30,978,994 in FY 2011, a 39 percent increase.
- In the area of creative industries, in particular film, television and digital media production, Hawaii generated \$407 million worth of production expenditures. This 2010 amount is a 77.7 percent increase from the \$229 million generated in 2007.
- In 2010, DBEDT surveyed 161 private and public entities in the energy area in Hawaii. The survey indicated that investments for 2009 amounted to \$345 million; for 2010, it was projected to exceed \$900 million; and for 2011, were projected to reach \$1.2 billion. DBEDT is a major contributor to this growth.
- DBEDT's Community Based Economic Development program has attracted outside funds of \$850,000 to deploy as grants and for capacity building training. This funding from outside sources other than general funds is a first for the program.

The reduction in resources has forced DBEDT to focus on key areas while managing to satisfy statutory mandates. Our reprioritization is based on the New Day Plan and we are determined to repair some of the missteps of the past.

BED 100 Strategic Marketing and Support Division (SMSD)

DBEDT seeks to restore the Business and Community Assistance branch of the Division. This branch will enable SMSD to continue to grow the community based economic development program by seeking funding from outside sources for grants and technical assistance, expand the enterprise zone program especially in rural areas, and implement our new initiative: “bring government to the communities” via procurement and small business workshops. In addition, it will free other staff members to apply for and implement a federal grant for trade and export with the U.S. Small Business Administration, which will leverage state cash match on an 8 to 1 basis. More recently, for DBEDT’s cash match of \$50,000, it was able to attain a \$250,000 federal EDA grant for one of our economic development partners. The House budget supports restoration of this branch and also keeps open for discussion additional funding for export/international promotion, and support for the county economic development boards. We urge the Senate’s concurrence.

The House also supports the transfer of two positions from SMSD to BED-105 Creative Industries Division, and one to BED-130 Research and Economic Analysis Division. These transfers are necessitated by the imbalances of clerical positions and inefficient staff assignments in SMSD and the other two divisions.

BED 105 Creative Industries Division

The entire amount of the other current expenses (OCE) funding for Creative Industries Division's Film Branch was eliminated in the 2010 legislative session, compounding the 50% staff reduction from reduction in force and retirements of all three secretarial staff. The

statutorily mandated obligations of film permitting, tax incentive management and film studio management/maintenance as well as the core mission of accelerating the growth of Hawaii's creative economy has been compromised by these impacts. The FY12-13 budget requests the restoration of three positions and basic funding of \$240,000, providing necessary support for the increased growth in these sectors which collectively contribute \$4 billion to Hawaii's gross domestic product (GDP) annually. The film, television and digital media industry sectors are revenue generators for our state, providing an estimated \$600M in economic impact, generating 3300 jobs and providing an estimated \$40M in tax revenues in 2010.

BED 120 Strategic Industries Division/State Energy Office

Since 2006, the state has provided General Funds to the State Energy Office in the amount of \$13,917,596. During this period, the Office has secured over \$44,796,776 in Federal Competitive Grants, which increases to \$77,770,927 if US Dept. of Energy funding are included. This represents more than 5 times the amount that the Office has been able to leverage state funds.

In addition, of the \$2.6M in grants it awarded for electrification of transportation systems, \$4.6M in cost sharing was generated from mostly private investors. This illustrates the capacity of the State Energy Office to attract private investments.

Circumstances, however, will change dramatically by end of June 2011, when the Federal Petroleum Violation Fund (PVE) will run out. This source funds 14 of the 39 filled positions in the Energy Office. On April 30, 2012, the federal stimulus funds (ARRA funds) will terminate. ARRA funds 20 of the position in our Energy Office. Without the appropriate staffing and

funds to keep clean energy programs moving forward, the State Energy Office will no longer be able to assist Hawaii in reaching its mandated goal of 70% clean energy by 2030.

HB200 HD1 appropriates \$6,485,300 from the Energy Security Special Fund for FY 12 and FY 13, to fund programs and personnel in the Hawaii State Energy Office. This appropriation is \$2,068,071 and \$3,998,830 less than the Energy Office's requirements for sustaining many of its programs for FY 12 and FY 13, respectively. Based on these reductions, we will need to scale down staff, programs and projects in order to retain necessary personnel. This will include reducing our activities relating to increasing energy efficiency for state facilities and energy consumers, acceleration of transportation transformation, and promotion of increased use and development of renewable energy. This will result in a slowdown of the growth of this industry which is rapidly becoming a major economic driver in our community. A summary of the Energy Office's significant accomplishments are listed below:

- Increase in renewable energy investments statewide: 2009: \$362,610,064; 2010: \$829,961,638; Projected 2011: \$1,264,912,487
- 11,145 green jobs created in Hawaii's private sector
- 2nd in nation in 2009 for PV capacity per capita at 20.2 watts/person; national average is 4.2 watts/person
- 2nd in nation in 2010 for energy savings performance contracting per capita at \$77.76/person; national average is \$29.38/person
- Overall increase in RPS levels: 11.8% in 2005;13.8% in 06;15.8% in 07;17.8% in 08;and 18.8% in 09
- Overall increase in distributed renewable energy systems installed: 30 in 2005; 109 in '06; 207 in '07; 567, in '08; 1,166 in '09; & 2,188 in '10
- Overall decrease in electricity consumption by state executive agencies: 702.5 million KWhs in FY07; 701.7 in FY08; 661.6 in FY09; 643.3 in FY10
- \$11,852,129 provided in 2009 for incentives for energy efficient appliances
- Helped distribute \$59,800,000 in competitive ARRA energy grants awarded to private companies
- Developed and manage over 40 energy contracts totaling over \$36,000,000
- Held presentations and exhibits at over 200 major energy conferences where more than 63,000 people attended

- Monitoring a total of 62 planned renewable energy projects on 6 islands with over 800 MW in capacity.

Not achieving our 70% by 2030 goal will perpetuate our dependence on imported fossil fuel and its attendant negative economic and environmental impact on Hawaii. The fuel price volatility and the outflow of billions of dollars from our economy will continue to impact our economic well-being and energy security.

BED 128 – Office of Aerospace Development

Establishes a separate Program ID for aerospace development in the State budget, providing funding for the director of the Office of Aerospace Development and a line item for supporting aerospace activities sponsored by the State.

BED 130 Research and Economic Analysis Division (READ)

Statistics, data analysis and industry reports are critical to the planning process and strategic development for many of Hawaii firms. READ provides this vital service. The House budget cut of \$29,126 represents more than 63 percent of the Division's operating expenditures, which is mostly spent on database subscriptions used to prepare legislatively mandated reports. This reduction will result in the Division not being able to complete these reports for the Legislature.

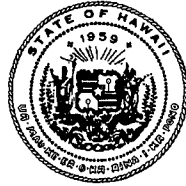
BED 142 Administrative Services Office, Director's Office (ASO/DIR)

The proposed house reduction of \$44,620 will trigger a reduction in force situation for the ASO. There are no vacancies or funding availability to absorb this cut elsewhere within the BED 142 budget. ASO positions are critical to providing the necessary support to the department as it addresses the State's critical economic development issues.

We also urge your support for the restoration of the Deputy Director, Public Information Officer, and Deputy Director Secretary positions.

Thank you for the opportunity to offer these comments.

NEIL ABERCROMBIE
GOVERNOR



PATRICIA McMANAMAN
DIRECTOR

PANKAJ BHANOT
DEPUTY DIRECTOR

STATE OF HAWAII
DEPARTMENT OF HUMAN SERVICES
P. O. Box 339
Honolulu, Hawaii 96809

March 28, 2011

TO: The Honorable David Y. Ige, Chair
Senate Committee on Ways and Means

FROM: Patricia McManaman, Director

SUBJECT: **H.B. 200, H.D. 1 - RELATING TO THE STATE BUDGET**

Hearing: Monday, March 28, 2011; 9:00 a.m.
Conference Room 211, State Capitol

PURPOSE: The purpose of H.B. 200, H.D. 1, is to appropriate funds for the State for the fiscal biennium beginning July 1, 2011, and ending June 30, 2013.

DEPARTMENT'S POSITION: The Department of Human Services (DHS) supports the State budget for the fiscal biennium 2011–2013 as proposed by Governor Abercrombie.

We respectfully request the Ways and Means Committee and the Legislature to approve the Governor's recommendations for the Executive Biennium Budget. The recommendations found in the Governor's Biennium Budget and The New Day Plan align with mission of the DHS to empower Hawai'i's most vulnerable residents to achieve self-sufficiency by ending the cycle of poverty, to nurture and sustain physical and social health, and to improve the quality of life by addressing the physical and social barriers facing the disabled, the homeless, and the poor. The implementation of the Governor's biennium budget will improve access to services, better integrate

AN EQUAL OPPORTUNITY AGENCY

existing services, enhance the quality of services, and make efficient use of tax dollars through improved systems and strong partnerships with the private sector.

To better address the needs of Hawai'i's vulnerable families, the DHS is actively engaged and seeking additional federal resources to provide information technology resources to improve the MedQuest eligibility system and to transition Hawai'i's medical community to the 21st Century through the use of electronic medical records. We are actively seeking long-term solutions to homelessness and simultaneously addressing immediate needs through partnerships with private and public entities, under the leadership of the Governor's Homeless Coordinator and in collaboration with existing DHS staff. The DHS is also recruiting employees to fill vacant positions within the Department with an emphasis on filling needed positions with full or partial federal funding. These positions will improve essential services for applicants and recipients of supplemental nutrition, financial assistance, vocational services for disabled persons, public housing, and medical care through our MedQuest programs. In short, the DHS is fully committed to providing needed services for Hawai'i's most vulnerable residents, leveraging federal funding and creating partnerships with non-governmental entities, and to rebuilding Hawai'i's economy through a careful and balanced approach to filling existing, vacant funded positions within the DHS.

DEPARTMENT'S RESPONSES TO H.B. 200, H.D. 1 The DHS has attached detailed comments to the impact of H.B. 200, H.D. 1 (Attachment A), but will highlight provisions that pose a significant impact to Hawai'i's low-income residents, impede the delivery of services, or adversely effect the DHS' ability to leverage federal funding and or comply with federal law.

- HMS 401 proposes a \$17.5M reduction to general fund appropriations for MedQuest programs and also takes under consideration the Governor's message that provides health care funding for residents from the Compact States of Free Association in the amount of \$13M. The Governor's budget already proposes to reduce MedQuest funding by \$75M over the biennium, and the DHS is diligently working to reconfigure its MedQuest programs to achieve these savings without sacrificing essential health care services for 1 out of 5 Hawai'i residents presently covered by MedQuest programs. The proposed reductions will eviscerate healthcare for Hawai'i's neediest residents.
- HMS 211 proposes an \$11.5M reduction to financial support in the Temporary Assistance to Needy Families (TANF) and Temporary Assistance to Other Needy Families (TAONF) programs. The TANF and TAONF programs provide time limited financial assistance to low-income single parent and two parent families. Currently, a family of 3 receives financial assistance of \$610 per month. These funds cover rent, clothing, transportation, and other personal expenses. Any reduction to the current monthly allotment will jeopardize the welfare of families across Hawai'i and lead to increased homelessness and instability.
- HMS 220 takes under advisement funds for the replacement of appliances in public housing units. In a recent federal audit of public housing area management units (AMP), 10 out of 19 AMPs received failing scores. Damaged, missing, and defective refrigerators and stoves were among the top health and safety defects recorded by the United States Department for Housing and Urban Development.
- HMS 305 reduces funding for the Pre-School Open Doors Program to \$1.00. Investing in young children is the best social and economic investment that

public dollars can make. Pre-school education provides low-income children with a solid foundation for learning and helps to ensure their readiness in elementary classrooms across our State. An investment in early childhood education is an investment in Hawai'i's future.

- HMS 903 reduces funding of \$44.1M used to sustain federally mandated work participation programs for financial assistance recipients including: job readiness, subsidized employment, vocational training, substance abuse treatment, domestic violence counseling, and vocational rehabilitation training programs. This reduction jeopardizes Hawai'i's \$98.9M federal block grant for financial assistance and will negatively impact non-profit service providers across the State who provide contract services to support the DHS' programming efforts in this area.

The DHS stands in full support of the Executive Biennium Budget as proposed by Governor Abercrombie. The Governor's budget will enable the DHS to provide timely, efficient, and effective programs, services, and benefits to empower those who are the most vulnerable in our State to expand their capacity for self-sufficiency, self-determination, independence, healthy choices, and personal dignity.

Thank you for the opportunity to testify.

ATTACHMENT A

DEPARTMENT OF HUMAN SERVICES
COMMENTS ON THE IMPACT OF H.B.200, H.D.1

HMS 202 – Aged, Blind and Disabled Payments

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	0.00	0.00	0.00	0.00	0.00	0.00
A	\$	4,029,480	4,029,480	4,029,480	4,029,480	0	0

HMS 202
No impact.

HMS 204 – General Assistance Payments

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	0.00	0.00	0.00	0.00	0.00	0.00
A	\$	21,289,056	21,289,056	25,289,056	25,289,056	4,000,000	4,000,000

HMS 204

This HMS is, by statute, for cash benefits for General Assistance. As it is a block grant the statute allows for a reduction in benefits if it is anticipated that the appropriation is not sufficient for the fiscal year. The statute at H.R.S. 346-71 requires that the maximum amount of the appropriation be expended for cash benefits. If monies for contracts are included in this HMS, it is against the statute as the monies encumbered for contracts \$4,000,000 will not be expended. Recommend that the \$4,000,000 be transferred as identified in the Form A to HMS 903.

HMS 206 – Federal Assistance Payments

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
N	P	0.00	0.00	0.00	0.00	0.00	0.00
N	\$	5,108,943	5,108,943	5,000,001	5,000,001	(108,942)	(108,942)

HMS 206

The House took under advisement the request for a federal fund ceiling increase is to bring the budget in line with actual costs. This is a housekeeping measure and the impact of not funding this request would be minimal

HMS 211 – Cash Support for Families Pursuing Self-Sufficiency

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	0.00	0.00	0.00	0.00	0.00	0.00
A	\$	29,451,996	29,451,996	17,928,486	17,928,486	(11,523,510)	(11,523,510)
N	P	0.00	0.00	0.00	0.00	0.00	0.00
N	\$	44,000,000	44,000,000	44,000,000	44,000,000	0	0

HMS 211

The potential impacts of this reduction will negatively affect our clients and is not recommended.

The H.D.1 reduction would compel the Department of Human Services to institute substantial changes to established benefits, which could, for example, include the elimination of all the additional cash benefits that are charged to TANF: Employment Subsidy Program (\$200 per employed person who has exhausted TANF provided for 5 years); exit and retention bonuses (bonuses provided for job retention up to 24 months); earned income disregard of 55% to allow TANF recipients to earn up to \$13/hour before becoming ineligible; and reward work payments. Total expenditure for these are \$7,465,896; and b) reduce cash benefit from 48% FPL to 45% FPL. Cash benefit for a family of 3 would be reduced from \$610 to \$572 per month. Administrative Rule changes are needed to implement these changes effective July 1, 2011. The draft rules would have to be submitted now (draft rules need to be published for 30 days and a public hearing is needed) to be effective July 1, 2011

HMS 220 – Rental Housing Services

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	0.00	0.00	0.00	0.00	0.00	0.00
A	\$	4,819,556	4,819,556	4,183,480	4,183,480	(636,076)	(636,076)
N	P	171.00	171.00	171.00	171.00	0.00	0.00
N	\$	36,142,225	36,142,225	33,167,824	33,167,824	(2,974,401)	(2,974,401)
W	P	13.00	13.00	13.00	13.00	0.00	0.00
W	\$	4,062,106	4,062,106	3,857,012	3,857,012	(205,094)	(205,094)

HMS 220

The request for additional funds for equipment was taken under advisement by the House. In recent health and safety audits conducted by the United States Department of Housing and Urban Development (HUD), 10 of 19 Hawaii Housing Authority's (HPHA) Asset Management Projects received failing scores. Damaged, missing and inoperable refrigerators were among the top health and safety defects noted by the HUD inspectors. The 2010 inspections noted 2,079 defective refrigerators. Some of the equipment is for ADA compliant units and must meet ADA standards, which adds to the costs. Replacement of equipment is a recurring expense for the HPHA and these funds are critically needed.

The ceiling increases in Revolving (W) and Federal (N) funds are needed in order to bring the HPHA federal and revolving fund budgets in line with actual costs.

The reduction in State funds due to fiscal constraints negatively impacts the HPHA's ability to cover expenses for the state family and state elderly units as well as security services.

HMS 222 – Rental Assistance Services

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	1.25	1.25	1.25	1.25	0.00	0.00
A	\$	1,059,030	1,059,030	1,059,030	1,059,030	0	0
N	P	16.75	16.75	16.75	16.75	0.00	0.00
N	\$	25,875,685	25,875,685	25,772,777	25,772,777	(102,908)	(102,908)

HMS 222

The House took under advisement the request for a federal fund ceiling increase to bring the HPHA federal fund salaries and fringe benefits in line with actual salary costs. This is a housekeeping measure and the impact of not funding this request would be minimal.

HMS 224 – Homeless Services

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	4.00	4.00	4.00	4.00	0.00	0.00
A	\$	17,254,017	17,254,017	14,025,018	14,025,018	(3,228,999)	(3,228,999)
N	P	0.00	0.00	0.00	0.00	0.00	0.00
N	\$	1,369,108	1,369,108	1,369,108	1,369,108	0	0

HMS 224

The House took the Executive Request for additional funding and the restoration of three positions under advisement. If the three positions are not approved, the Homeless Programs Office will not be able to function responsibly going forward. The office would need to scale back on all federal programs. The contracting, monitoring, reporting and compliance activities of this program are labor intensive. Noncompliance would place the office in jeopardy of returning federal funds that may already have been expended. Additionally, the State funded programs will have less staff support and contract monitoring. All appeals from shelter action will be deferred.

If the request for \$3,113,596 for funds to operate shelters is not approved, the shelter program would be unable to staff two new shelters slated for opening in FY2012. In addition, shelter capacity would need to be reduced by cutting the budgets of all of the shelter programs across the board by 10%.

HMS 229 – Hawaii Public Housing Authority Administration

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
N	P	71.00	71.00	71.00	71.00	0.00	0.00
N	\$	34,769,688	34,769,688	34,600,693	34,600,693	(168,995)	(168,995)
W	P	17.00	17.00	17.00	17.00	0.00	0.00
W	\$	2,558,320	2,558,320	2,522,673	2,522,673	(35,647)	(35,647)

HMS 229

The House took under advisement the request for ceiling increases in Revolving (W) and Federal (N) funds that are needed in order to bring the HPHA federal and revolving fund budgets in line with actual costs.

This is a housekeeping measure and the impact of not funding this request would be minimal.

HMS 236 – Case Management for Self-Sufficiency

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	302.34	302.34	302.34	302.34	0.00	0.00
A	\$	13,922,814	13,922,814	13,922,814	13,922,814	0	0
N	P	237.66	237.66	237.66	237.66	0.00	0.00
N	\$	18,584,012	18,584,012	18,584,012	18,584,012	0	0

HMS 236

No impact.

HMS 237 – Employment and Training

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	0.00	0.00	0.00	0.00	0.00	0.00
A	\$	469,505	469,505	469,505	469,505	0	0
N	P	0.00	0.00	0.00	0.00	0.00	0.00
N	\$	699,734	699,734	1,197,540	1,197,540	497,806	497,806

HMS 237

We are requesting a reduction to the federal fund budget in the Supplemental Nutrition Assistance Program (SNAP) to more accurately reflect our Employment and Training (E&T) operational cost. The federal allocation formula was changed several years ago which resulted in a decrease in our E&T allocation. SNAP can not spend more E&T allocation than it is given, so there is no point in keeping the federal ceiling higher than necessary.

HMS 238 – Disability Determination

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
N	P	45.00	45.00	45.00	45.00	0.00	0.00
N	\$	7,335,374	7,335,374	7,335,374	7,335,374	0	0

HMS 238

No impact.

HMS 301 – Child Protective Services

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	220.46	220.46	220.46	220.46	0.00	0.00
A	\$	23,630,387	23,630,387	23,630,387	23,630,387	0	0
B	P	0.00	0.00	0.00	0.00	0.00	0.00
B	\$	617,587	617,587	617,587	617,587	0	0
N	P	201.04	201.04	201.04	201.04	0.00	0.00
N	\$	38,633,436	38,633,436	38,633,436	38,633,436	0	0

HMS 301

No impact.

HMS 302 – General Support for Child Care

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	21.07	21.07	21.07	21.07	0.00	0.00
A	\$	1,085,573	1,085,573	1,085,573	1,085,573	0	0
N	P	14.93	14.93	14.93	14.93	0.00	0.00

N	\$	10,945,263	10,945,263	10,945,263	10,945,263	0	0
---	----	------------	------------	------------	------------	---	---

HMS 302

No impact.

HMS 303 – Child Protective Services Payments

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	0.00	0.00	0.00	0.00	0.00	0.00
A	\$	41,816,013	41,816,013	41,816,013	41,816,013	0	0
N	P	0.00	0.00	0.00	0.00	0.00	0.00
N	\$	20,095,666	20,095,666	20,095,666	20,095,666	0	0

HMS 303

No impact.

HMS 305 – Cash Support for Child Care

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	0.00	0.00	0.00	0.00	0.00	0.00
A	\$	16,611,811	16,611,811	13,411,812	13,411,812	(3,199,999)	(3,199,999)
N	P	0.00	0.00	0.00	0.00	0.00	0.00
N	\$	38,530,754	38,530,754	38,530,754	38,530,754	0	0

HMS 305

The H.D.1 reduces funding for the Preschool Open Doors (POD) Program to \$1.00 and takes the program under advisement. The POD Program is one of Governor Abercrombie’s top priorities and represents the State’s investment in early learning opportunities for young children. Historically, our department had set aside \$3.2 million in general funds annually to provide subsidies for low-income children, predominantly four year olds, to attend preschool prior to entering kindergarten. Studies have shown that having children attend preschool prior to entering kindergarten has long lasting positive impacts on their success in school and in their ability to be positive producers in the workforce later in life.

If there are no general funds for the POD Program, the department would have to reduce the number of children enrolled for the upcoming school year, or eliminate the program in its entirety, depending on the outcome of the budget appropriations for child care.

HMS 401 – Health Care Payments

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	0.00	0.00	0.00	0.00	0.00	0.00
A	\$	785,583,342	800,666,250	779,819,422	819,902,330	(5,763,920)	19,236,080
N	P	0.00	0.00	0.00	0.00	0.00	0.00
N	\$	861,077,988	870,295,801	872,877,988	907,095,801	11,800,000	36,800,000
U	P	0.00	0.00	0.00	0.00	0.00	0.00
U	\$	44,409,563	44,409,563	12,000,000	12,000,000	(32,409,563)	(32,409,563)

HMS 401

SEQ# 60-222

This item reflects the Governor's reduction in funding for Medicaid benefits expenditures. The House indicated they are taking this under advisement.

SEQ# 1060-001

The House is proposing a \$17.5 M reduction in general fund appropriations due to fiscal constraints. This reduction would mean deeper cuts in benefits and provider reimbursement with substantial implications for negative impact on access and health care including the elimination of such needed services as dialysis, cancer treatments and organ transplants.

SEQ# 81-222

The House is taking under consideration the Governor's message that provides funding to provide health care services to Compact of Free Association (COFA) immigrants as required by a Federal Court order. Providing these services is not optional; they are mandatory. The DHS will pursue all avenues to increase federal funding for services provided to COFA immigrants.

SEQ# 1060-002

We are in agreement. There is no impact.

HMS 501 – In-Community Youth Programs

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	10.00	10.00	10.00	10.00	0.00	0.00
A	\$	7,132,118	7,132,118	7,132,636	7,132,636	518	518
N	P	0.00	0.00	0.00	0.00	0.00	0.00
N	\$	3,635,526	3,635,526	5,163,170	5,163,170	1,527,644	1,527,644

HMS 501

No impact.

HMS 503 – Hawaii Youth Correctional Facility

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	124.00	124.00	124.00	124.00	0.00	0.00
A	\$	10,129,360	10,094,360	9,872,013	9,872,012	(257,347)	(222,348)
U	P	0.00	0.00	0.00	0.00	0.00	0.00
U	\$	0	0	210	210	210	210

HMS 503

No impact.

HMS 601 – Adult and Community Care Services

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	65.34	65.34	65.34	65.34	0.00	0.00
A	\$	5,903,570	5,903,570	5,903,570	5,903,570	0	0

N	P	8.66	8.66	8.66	8.66	0.00	0.00
N	\$	5,005,123	5,005,123	4,981,418	4,981,418	(23,705)	(23,705)
R	P	0.00	0.00	0.00	0.00	0.00	0.00
R	\$	10,000	10,000	10,000	10,000	0	0
U	P	0.00	0.00	0.00	0.00	0.00	0.00
U	\$	382,003	382,003	309,110	309,110	(72,893)	(72,893)

HMS 601

The House is taking under advisement the request to increase the Foster Grandparent Program Specialist from half time to full time, and also the request to increase the Interdepartmental Transfer (U) funding for the Respite Companion Program.

HMS 605 – Community-Based Residential Support

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	0.00	0.00	0.00	0.00	0.00	0.00
A	\$	17,125,395	17,125,395	17,125,395	17,125,395	0	0

HMS 605

No impact.

HMS 802 – Vocational Rehabilitation

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	23.41	23.41	23.41	23.41	0.00	0.00
A	\$	3,624,980	3,624,980	3,624,980	3,624,980	0	0
N	P	81.09	81.09	81.09	81.09	0.00	0.00
N	\$	13,440,880	13,440,880	13,693,671	13,693,671	252,791	252,791
W	P	0.00	0.00	0.00	0.00	0.00	0.00
W	\$	1,330,200	1,330,200	1,330,200	1,330,200	0	0

HMS 802

No impact.

HMS 888 – Commission on the Status of Women

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	1.00	1.00	1.00	1.00	0.00	0.00
A	\$	161,915	161,915	161,915	161,915	0	0

HMS 888

No impact.

HMS 901 – General Support for Social Services

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	12.64	12.64	12.64	12.64	0.00	0.00
A	\$	1,871,272	1,871,272	(118,789)	(118,789)	(1,990,061)	(1,990,061)
N	P	7.36	7.36	7.36	7.36	0.00	0.00
N	\$	1,591,181	1,591,181	1,591,181	1,591,181	0	0

HMS 901

The reduction of funds due to fiscal constraints adjustment will essentially eliminate the General Support for Social Services Program. The reduction would leave the Social Services Division administration program with 20 authorized positions and no funding. This will create serious administrative problems and will result in the loss of federal funds. We understand that there was an inadvertent error in the H.D.1 proposed appropriation for this program and look forward to working with both the House and Senate to resolve this issue.

HMS 902 – General Support for Health Care Payments

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	121.67	121.67	121.67	121.67	0.00	0.00
A	\$	10,356,448	7,477,092	7,200,516	7,200,516	(3,155,932)	(276,576)
N	P	117.33	117.33	117.33	117.33	0.00	0.00
N	\$	44,849,236	18,845,032	17,667,602	17,667,602	(27,181,634)	(1,177,430)

HMS 902

SEQ# 80-222

The Governor’s budget included funding and 6 temporary positions to implement a new eligibility system compliant with the Affordable Care Act. The State’s 10% cost share will be supplemented by a 90% federal match. The Affordable Care Act requires states to redesign their existing eligibility systems.

SEQ# 81-222

This program requested 2 additional temporary positions and funds to implement the Medicaid electronic health records incentive program. Without these resources, the Department will be unable to implement this program that stands to bring in millions of federal dollars into the State of Hawaii. Implementation of the incentive program has very strong support among community providers including federally qualified health centers and acute care hospitals. The Medicaid electronic health records incentive program will bring Hawaii health providers into the 21st century.

SEQ# 1060-001

Any reductions in HMS 902 hamper our ability to provide the necessary assurances of programmatic administrative oversight. These reductions will most likely be taken out of our few POS contracts that primarily perform outreach activities.

HMS 903 – General Support for Self-Sufficiency Services

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	42.37	42.37	42.37	42.37	0.00	0.00
A	\$	50,803,402	50,803,402	6,648,320	6,648,320	(44,155,082)	(44,155,082)
N	P	45.63	45.63	45.63	45.63	0.00	0.00

N	\$	66,020,534	66,020,534	61,894,955	61,894,955	(4,125,579)	(4,125,579)
---	----	------------	------------	------------	------------	-------------	-------------

HMS 903

The Department of Human Services (DHS) sets the priorities for our TANF contracts based on services we believe are critical in satisfying the federally mandated work participation requirements. In order to meet the federally mandated work participation requirements, the DHS must have dedicated work programs which assess TANF recipients' employability and address barriers, if any, to employment. Along with the case management and barrier reduction services, the DHS must place TANF clients in federally mandated and countable work activities as defined in our approval TANF Work Verification Plan (WVP). Work activities, as defined in our TANF WVP, includes job readiness, subsidized employment, vocational training, substance abuse treatment, domestic violence counseling, vocational rehabilitation services are contracted unable to meet the federally mandated work participation requirements. The DHS lacks the resources and expertise to provide these services at this time. As such, the DHS contracts for these services.

In addition to the direct services, the federal law also requires states to provide child care and transportation services to TANF recipients. These services support TANF recipients, who seek and retain employment. Without State funds, the DHS will be unable to meet the federally mandated work participation requirements, thereby jeopardizing essential federal TANF funding.

The DHS is also required to meet the federally mandated maintenance of effort (MOE) requirements. The State must spend 75% or \$71,149,844 in non-federal funds to qualify for the annual TANF Block Grant of \$98.9 million. The MOE spending is set at the amount of State funds or non-federal funds (\$94,866,459) spent in 1994. Any expenditure in excess of the federally required State MOE can be used to lower our federally mandated work participation rate. Over the last 3 years, due to our MOE contracts, the Department is able to utilize the third-party expenditures to meet the federally mandated MOE and work participate rate requirements.

All the services mentioned above must also be provided to our state-funded TANF equivalent population, or TAONF. Equal protection laws require the State to provide equivalent, or similar services, to similarly situated populations.

Lastly, the DHS does not have any federal TANF funds to support these mandated services.

Impact of TANF Provisos, H.B. 200 H.D. 1, Sections 71 – 83

Regarding Section 75:

Federal law prohibits the spending of federal funds on certain populations based on their citizenship status and thus these populations are provided our general funded TANF equivalent assistance benefit, TAONF. This prohibition applies to all services and is not limited to only the assistance benefit. Because of this, we recommend removing the reference "and temporary assistance to other needy families" in this proviso.

Regarding Section 80:

We agree that the oversight of TANF expenditure is needed. However, the DHS is concerned that we may not be able to comply with the quarterly reporting requirement due to the lack of resources and inadequate staffing. As a compromise, the Department is requesting that such a report be provided semi annually to the Legislature.

HMS 904 – DHS General Administration

MOF	P/\$	Amended Exec Bgt		H.D. 1		Exec. Req. vs H.D. 1	
		FY 12 _{ae}	FY 13 _{ae}	FY 12 _{hd1}	FY 13 _{hd1}	FY 12 _{d1}	FY 13 _{d1}
A	P	141.50	141.50	141.50	141.50	0.00	0.00
A	\$	7,321,997	7,125,297	6,835,084	6,835,083	(486,913)	(290,214)
N	P	13.50	13.50	13.50	13.50	0.00	0.00
N	\$	1,347,016	1,347,016	1,347,016	1,347,016	0	0

HMS 904

The Financial Evaluation Staff has been severely impacted by the reduction from five Auditor positions to two. The federal government requires, as a condition of funding, annual audits of all sub-recipients of federal funds. The DHS enters into hundreds of contracts each year using federal funds. Without these positions, DHS is unable to fulfill the federal mandates. This Auditor position is urgently needed to help reduce and eventually eliminate the backlog and then maintain the annual sub-recipient monitoring requirements.

Department-wide concerns

The Department of Human Services strongly believes that the prior Administration's biennium request to delete 300 positions is excessive. We understand that funds are not available for all these positions, so we respectfully request that we be allowed to retain 151 of the most critical of these positions. The specific positions and the HMS programs they are budgeted in are listed below:

HMS	Position	MOF	Position Title	FY 2011 Perm Count	
224	27585	J1	A	OFFICE ASSISTANT III	1.00
224	102286	J1	A	HOMELESS PRGMS SPCLT	1.00
236	1695	J1	A	ELIGIBILITY WKR IV	0.56
236	1695	J1	N	ELIGIBILITY WKR IV	0.44
236	1736	J1	A	SECRETARY I	0.57
236	1736	J1	N	SECRETARY I	0.43
236	6331	J1	A	ELIGIBILITY WKR I	0.57
236	6331	J1	N	ELIGIBILITY WKR I	0.43
236	9645	J1	A	OFFICE ASSISTANT III	0.57
236	9645	J1	N	OFFICE ASSISTANT III	0.43
236	23712	J1	A	HUMAN SVCS PROF III	0.50
236	23712	J1	N	HUMAN SVCS PROF III	0.50
236	24978	J1	A	ELIGIBILITY WKR I	0.57
236	24978	J1	N	ELIGIBILITY WKR I	0.43
236	24982	J1	A	ELIGIBILITY WKR II	0.57
236	24982	J1	N	ELIGIBILITY WKR II	0.43
236	26396	J1	A	OFFICE ASSISTANT III	0.57
236	26396	J1	N	OFFICE ASSISTANT III	0.43
236	27443	J1	A	ELIGIBILITY WKR I	0.57
236	27443	J1	N	ELIGIBILITY WKR I	0.43
236	28078	J1	A	ELIGIBILITY WKR I	0.57
236	28078	J1	N	ELIGIBILITY WKR I	0.43
236	28106	J1	A	ELIGIBILITY WKR I	0.57
236	28106	J1	N	ELIGIBILITY WKR I	0.43
236	28129	J1	A	ELIGIBILITY WKR I	0.57
236	28129	J1	N	ELIGIBILITY WKR I	0.43
236	28219	J1	A	ELIGIBILITY WKR I	0.57
236	28219	J1	N	ELIGIBILITY WKR I	0.43
236	28225	J1	A	ELIGIBILITY WKR I	0.57
236	28225	J1	N	ELIGIBILITY WKR I	0.43
236	29840	J1	A	ELIGIBILITY WKR IV	0.53

236	29840	J1	N	ELIGIBILITY WKR IV	0.47
236	30904	J1	A	ELIGIBILITY WKR II	0.57
236	30904	J1	N	ELIGIBILITY WKR II	0.43
236	31301	J1	A	ELIGIBILITY WKR II	0.57
236	31301	J1	N	ELIGIBILITY WKR II	0.43
236	31326	J1	A	OFFICE ASSISTANT III	0.57
236	31326	J1	N	OFFICE ASSISTANT III	0.43
236	32394	J1	A	ELIGIBILITY WKR II	0.57
236	32394	J1	N	ELIGIBILITY WKR II	0.43
236	32988	J1	A	OFFICE ASSISTANT II	0.57
236	32988	J1	N	OFFICE ASSISTANT II	0.43
236	35110	J1	A	ELIGIBILITY WKR I	0.57
236	35110	J1	N	ELIGIBILITY WKR I	0.43
236	35112	J1	A	ELIGIBILITY WKR IV	0.57
236	35112	J1	N	ELIGIBILITY WKR IV	0.43
236	41087	J1	A	SELF-SUFF/SUPP SVCS SPCLT III	0.50
236	41087	J1	N	SELF-SUFF/SUPP SVCS SPCLT III	0.50
236	43505	J1	A	HUMAN SVCS PROF III	0.57
236	43505	J1	N	HUMAN SVCS PROF III	0.43
236	44144	J1	A	OFFICE ASSISTANT III	0.57
236	44144	J1	N	OFFICE ASSISTANT III	0.43
236	45052	J1	A	OFFICE ASSISTANT III	0.57
236	45052	J1	N	OFFICE ASSISTANT III	0.43
236	45452	J1	A	OFFICE ASSISTANT III	0.50
236	45452	J1	N	OFFICE ASSISTANT III	0.50
236	45453	J1	A	OFFICE ASSISTANT III	0.50
236	45453	J1	N	OFFICE ASSISTANT III	0.50
236	45456	J1	A	SELF-SUFF/SUPP SVCS SPCLT III	0.50
236	45456	J1	N	SELF-SUFF/SUPP SVCS SPCLT III	0.50
236	46888	J1	A	HUMAN SVCS PROF I	0.50
236	46888	J1	N	HUMAN SVCS PROF I	0.50
236	46891	J1	A	SECRETARY I	0.50
236	46891	J1	N	SECRETARY I	0.50
236	47429	J1	N	OFFICE ASSISTANT III	1.00
236	47431	J1	A	OFFICE ASSISTANT III	0.50
236	47431	J1	N	OFFICE ASSISTANT III	0.50
236	118641	J1	N	SOCIAL SERVICE ASSISTANT IV	1.00
236	118743	J1	N	SOCIAL SERVICE ASSISTANT IV	1.00
302	22290	J1	A	SOCIAL SERVICE AID IV	1.00
302	23717	J1	A	HUMAN SVCS PROF I	1.00
302	46898	J1	A	SOCIAL WORKER IV	0.50
302	46898	J1	N	SOCIAL WORKER IV	0.50
302	47444	J1	N	OFFICE ASSISTANT III	1.00

302	51832	J1	A	HUMAN SVCS PROF III	1.00
				BESSD Total	42.00
902	1686		A	SOCIAL WORKER V	1.00
902	32392	J1	A	ELIGIBILITY WKR I	0.57
902	32392	J1	N	ELIGIBILITY WKR I	0.43
902	36610	J1	A	REGISTERED NURSE V	0.25
902	36610	J1	N	REGISTERED NURSE V	0.75
902	37327	J1	A	PHARMACIST III	0.50
902	37327	J1	N	PHARMACIST III	0.50
902	37705	J1	A	SOCIAL WORKER V	0.50
902	37705	J1	N	SOCIAL WORKER V	0.50
902	39401	J1	A	OFFICE ASSISTANT III	0.50
902	39401	J1	N	OFFICE ASSISTANT III	0.50
902	41095	J1	A	ELIGIBILITY WKR I	0.50
902	41095	J1	N	ELIGIBILITY WKR I	0.50
902	41128	J1	A	ELIGIBILITY WKR II	0.50
902	41128	J1	N	ELIGIBILITY WKR II	0.50
902	41129	J1	A	ELIGIBILITY WKR I	0.50
902	41129	J1	N	ELIGIBILITY WKR I	0.50
902	41305	J1	A	ELIGIBILITY PROGRAM SPCLT VI	0.50
902	41305	J1	N	ELIGIBILITY PROGRAM SPCLT VI	0.50
902	43813	J1	A	SECRETARY I	0.50
902	43813	J1	N	SECRETARY I	0.50
902	43845	J1	A	ELIGIBILITY WKR I	0.50
902	43845	J1	N	ELIGIBILITY WKR I	0.50
902	47474	J1	A	ELIGIBILITY WKR II	0.50
902	47474	J1	N	ELIGIBILITY WKR II	0.50
902	47486	J1	A	ELIGIBILITY WKR I	0.50
902	47486	J1	N	ELIGIBILITY WKR I	0.50
902	47494	J1	A	ELIGIBILITY WKR II	0.50
902	47494	J1	N	ELIGIBILITY WKR II	0.50
902	47505	J1	A	ELIGIBILITY WKR I	0.50
902	47505	J1	N	ELIGIBILITY WKR I	0.50
902	47506	J1	A	ELIGIBILITY WKR II	0.50
902	47506	J1	N	ELIGIBILITY WKR II	0.50
902	47508	J1	A	ELIGIBILITY WKR I	0.50
902	47508	J1	N	ELIGIBILITY WKR I	0.50
902	47510	J1	A	ELIGIBILITY WKR I	0.50
902	47510	J1	N	ELIGIBILITY WKR I	0.50
902	48640	J1	A	ELIGIBILITY WKR I	0.50

902	48640	J1	N	ELIGIBILITY WKR I	0.50
902	48645	J1	A	ELIGIBILITY WKR I	0.50
902	48645	J1	N	ELIGIBILITY WKR I	0.50
902	48650	J1	A	ELIGIBILITY WKR I	0.50
902	48650	J1	N	ELIGIBILITY WKR I	0.50
902	48654	J1	A	ELIGIBILITY WKR I	0.50
902	48654	J1	N	ELIGIBILITY WKR I	0.50
902	48661	J1	A	ELIGIBILITY WKR III	0.50
902	48661	J1	N	ELIGIBILITY WKR III	0.50
902	48673	J1	A	ELIGIBILITY WKR III	0.50
902	48673	J1	N	ELIGIBILITY WKR III	0.50
902	48680	J1	A	OFFICE ASSISTANT III	0.50
902	48680	J1	N	OFFICE ASSISTANT III	0.50
902	48708	J1	A	OFFICE ASSISTANT III	0.50
902	48708	J1	N	OFFICE ASSISTANT III	0.50
902	49218	J1	A	CONTRACTS SPCLT (MED-QUEST)	0.50
902	49218	J1	N	CONTRACTS SPCLT (MED-QUEST)	0.50
902	51823	J1	A	OFFICE ASSISTANT III	0.50
902	51823	J1	N	OFFICE ASSISTANT III	0.50
902	51825	J1	A	OFFICE ASSISTANT III	0.50
902	51825	J1	N	OFFICE ASSISTANT III	0.50
902	51854	J1	A	OFFICE ASSISTANT III	0.50
902	51854	J1	N	OFFICE ASSISTANT III	0.50
902	51857	J1	A	OFFICE ASSISTANT III	0.50
902	51857	J1	N	OFFICE ASSISTANT III	0.50
902	100460	J1	A	OFFICE ASSISTANT III	0.50
902	100460	J1	N	OFFICE ASSISTANT III	0.50
902	100492		A	STAFF SERVICES ASST 1	0.50
902	100492		N	STAFF SERVICES ASST 1	0.50
902	100500	J1	A	SOCIAL WORKER IV	0.50
902	100500	J1	N	SOCIAL WORKER IV	0.50
902	101595	J1	A	SOCIAL SERVICE ASSISTANT IV	0.50
902	101595	J1	N	SOCIAL SERVICE ASSISTANT IV	0.50
902	103046		A	PROGRAM SPECIALIST VI	0.50
902	103046		N	PROGRAM SPECIALIST VI	0.50
902	111090	J1	A	PROGRAM SPECIALIST IV	0.50
902	111090	J1	N	PROGRAM SPECIALIST IV	0.50
902	112253	J1	A	MEDICAID CONTRACTS SPECIALIST	0.50
902	112253	J1	N	MEDICAID CONTRACTS SPECIALIST	0.50
902	112343	J1	A	ELIGIBILITY WKR I	0.50
902	112343	J1	N	ELIGIBILITY WKR I	0.50
902	117099	J1	A	OFFICE ASSISTANT III	1.00
902	118417	J1	A	ELIGIBILITY WKR I	0.50

902	118417	J1	N	ELIGIBILITY WKR I	0.50	
902	118419	J1	A	ELIGIBILITY WKR I	0.50	
902	118419	J1	N	ELIGIBILITY WKR I	0.50	
902	118421	J1	A	ELIGIBILITY WKR I	0.50	
902	118421	J1	N	ELIGIBILITY WKR I	0.50	
902	118423	J1	A	ELIGIBILITY WKR I	0.50	
902	118423	J1	N	ELIGIBILITY WKR I	0.50	
902	118424	J1	A	ELIGIBILITY WKR I	0.50	
902	118424	J1	N	ELIGIBILITY WKR I	0.50	
				MQD Total		46.00
501	21954	J1	A	OFFICE ASSISTANT III	1.00	
501	29287	J1	A	CHILDREN & YUTH PRGM SPCLT IV	1.00	
501	43704	J1	A	OFFICE ASSISTANT III	1.00	
501	43706	J1	A	ACCOUNT CLERK III	1.00	
501	43711	J1	A	CHILDREN & YUTH PRGM SPCLT V	1.00	
501	117954	J1	A	CHILDREN & YUTH PRGM SPCLT IV	1.00	
501	102014	J1	A	PRGM SPCLT (JUV JUSTICE)	1.00	
501	102367	J1	A	CHILDREN & YUTH PRGM SPCLT iV	1.00	
				OYS Total		8.00
301	1674	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42	
301	1674	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58	
301	1684	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42	
301	1684	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58	
301	1748	J1	A	SECRETARY II	0.53	
301	1748	J1	N	SECRETARY II	0.47	
301	1753	J1	A	CHILD/ADULT PROTETV SVCS SUPVR	0.42	
301	1753	J1	N	CHILD/ADULT PROTETV SVCS SUPVR	0.58	
301	6419	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42	
301	6419	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58	
301	12335	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.50	
301	12335	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.50	
301	17687	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42	
301	17687	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58	
301	19411	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42	
301	19411	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58	
301	26402	J1	A	CHILD/ADLT PROTV SVCS SUPVR II	0.42	
301	26402	J1	N	CHILD/ADLT PROTV SVCS SUPVR II	0.58	
301	28366	J1	A	OFFICE ASSISTANT III	1.00	
301	30830	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.68	
301	30830	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.32	
301	33277	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42	

301	33277	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	35412	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.68
301	35412	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.32
301	35426	J1	A	OFFICE ASSISTANT III	0.68
301	35426	J1	N	OFFICE ASSISTANT III	0.32
301	36145	J1	A	SOCIAL WORKER III	0.68
301	36145	J1	N	SOCIAL WORKER III	0.32
301	36188	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.50
301	36188	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.50
301	36317	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42
301	36317	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	36319	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42
301	36319	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	36326	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42
301	36326	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	36333	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42
301	36333	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	36585	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.68
301	36585	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.32
301	36797	J1	A	CHILD/ADULT PROTETV SVCS SUPVR	0.42
301	36797	J1	N	CHILD/ADULT PROTETV SVCS SUPVR	0.58
301	36798	J1	A	CHILD/ADLT PROTV SVCS SUPV I	0.42
301	36798	J1	N	CHILD/ADLT PROTV SVCS SUPV I	0.58
301	36799	J1	A	CHILD/ADULT PROTETV SVCS SUPVR	0.42
301	36799	J1	N	CHILD/ADULT PROTETV SVCS SUPVR	0.58
301	37616	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42
301	37616	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	37617	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.68
301	37617	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.32
301	39238	J1	A	HUMAN SVCS PROF V	1.00
301	42324	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42
301	42324	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	42327	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42
301	42327	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	42328	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.42
301	42328	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	42527	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.68
301	42527	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.32
301	42528	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.68
301	42528	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.32
301	42705	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.58
301	42705	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.42
301	42787	J1	A	CHILD/ADULT PROTETV SVCS SUPVR	0.58

301	42787	J1	N	CHILD/ADULT PROTETV SVCS SUPVR	0.42
301	43584	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.50
301	43584	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.50
301	43855	J1	A	CHILD/ADULT PROTETV SVCS SPCLT	0.75
301	43855	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	0.25
301	44567	J1	A	CHILD/ADULT PROTETV SVCS SUPVR	0.68
301	44567	J1	N	CHILD/ADULT PROTETV SVCS SUPVR	0.32
301	46357	J1	A	SOCIAL SERVICE ASSISTANT IV	1.00
301	46374	J1	A	SOCIAL SERVICE AID III	1.00
301	118565	J1	N	SOCIAL SERVICE AID III	1.00
301	118576	J1	N	CHILD/ADULT PROTETV SVCS SPCLT	1.00
601	2475	J1	A	SOCIAL SERVICES MANAGER I	0.66
601	2475	J1	N	SOCIAL SERVICES MANAGER I	0.34
				SSD TOTAL	42.00
802	1862	J1	A	OFFICE ASSISTANT III	0.22
802	1862	J1	N	OFFICE ASSISTANT III	0.78
802	2445	J1	A	ACCOUNT CLERK III	0.22
802	2445	J1	N	ACCOUNT CLERK III	0.78
802	5578	J1	A	BUSINESS MGR SVCS FOR BLIND	0.22
802	5578	J1	N	BUSINESS MGR SVCS FOR BLIND	0.78
802	7858	J1	A	VOCATIONAL REHAB SPCLT II	0.22
802	7858	J1	N	VOCATIONAL REHAB SPCLT II	0.78
802	8678	J1	A	VOCATIONAL REHAB MANAGER I	0.22
802	8678	J1	N	VOCATIONAL REHAB MANAGER I	0.78
802	10796	J1	A	ORIENTATION & MOBLTY THRPS III	0.22
802	10796	J1	N	ORIENTATION & MOBLTY THRPS III	0.78
802	15194	J1	A	OFFICE ASSISTANT III	0.22
802	15194	J1	N	OFFICE ASSISTANT III	0.78
802	15805	J1	A	OFFICE ASSISTANT III	0.22
802	15805	J1	N	OFFICE ASSISTANT III	0.78
802	17703	J1	A	OFFICE ASSISTANT III	0.22
802	17703	J1	N	OFFICE ASSISTANT III	0.78
802	24471	J1	A	VOCATIONAL REHAB SPCLT V	0.22
802	24471	J1	N	VOCATIONAL REHAB SPCLT V	0.78
802	27882	J1	A	VOCATIONAL REHAB SPCLT III	0.22
802	27882	J1	N	VOCATIONAL REHAB SPCLT III	0.78
802	31343	J1	A	VOCATIONAL REHAB SPCLT III	0.22
802	31343	J1	N	VOCATIONAL REHAB SPCLT III	0.78
802	31546	J1	A	VOCATIONAL REHAB SPCLT I	0.22
802	31546	J1	N	VOCATIONAL REHAB SPCLT I	0.78
				VR TOTAL	13.00

ATTACHMENT A – CIP COMMENTS

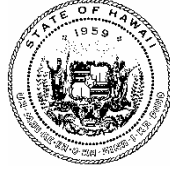
Dept Priority	Project Title	MOF	EXEC REQ FY 12	EXEC REQ FY 13	H.D.1 FY 12	H.D.1 FY 13	Impact
1	Dry Standpipe, Raised Crosswalks, Sewer, Interior and Exterior Improvements and Site Work (Construction), Kuhio Park Terrace, Oahu	C	9,200,000	7,000,000	9,200,000	7,000,000	None
2	Remove Solar, Roof Replacement, Instant Hot Water System, Painting, Site Improvements (Design & Construction), Mayor Wright Homes, Oahu	C	3,100,000	2,500,000	5,600,000	0	House gave total funds requested but shortened timetable to complete project
3	Physical Improvements Ph 2 (Construction), Palolo Valley Homes, Oahu	C	5,000,000	0	5,000,000		None
4	Physical Improvements Ph 3 (Construction), Palolo Valley Homes, Oahu	C	0	5,000,000	5,000,000		Would be better to do Phase 3 of project following Phase 2
5	Master Plan for remaining demo parcel, Hawaii	C	100,000	0	100,000		None
6	Renovation of Existing Buildings (Design & Construction), Lanakila Homes, Hawaii	C	750,000	7,500,000	750,000	7,500,000	None
7	Major modernization, incl. roof replacement. Extensive termite damage (Construction), Hale Laulima,	C	0	5,000,000	0	5,000,000	None
8	ADA Comply for Various State and Federal Projects (Construction), Statewide	C	10,500,000	17,000,000	6,020,000	13,000,000	Delaying these federally required renovations will lead to lawsuits and tenant complaints

Dept Priority	Project Title	MOF	EXEC REQ FY 12	EXEC REQ FY 13	H.D.1 FY 12	H.D.1 FY 13	Impact
---------------	---------------	-----	----------------	----------------	-------------	-------------	--------

9	Phase IB Abatement and Modernization Buildings 4, 5, 6 (Design & Construction), Puahala Homes, Oahu	C	103,721	1,900,000	105,000	1,900,000	None
10	Site & Dwelling Improvements Phase IV (Design & Construction), Kalihi Valley Homes, Oahu	C	700,000	7,000,000	700,000	7,000,000	None
11	Site Work and roof repairs (Design & Construction), Hauki Homes, Oahu	C	65,000	600,000	65,000	600,000	None
12	Spall Repair and Painting for 19 Buildings, Site Improvements, Interior Renovations (Design & Construction), Kaahumanu Homes, Oahu	C	2,350,000	1,800,000	2,350,000	1,800,000	None
13	Major renovations: roof replacement, interior repairs, exterior and site improvements (Construction), Pomaikai, Hawaii	C	2,000,000	0	2,000,000	0	None
14	Exterior improvements Paint, Roof repairs, Site Work (Design & Construction), David Malo Circle, Maui	C	1,800,000	0	1,800,000	0	None
15	ADA and 504 Interior & Exterior, Exterior Paint & Miscellaneous Repairs (Construction), Kalakaua Homes, Oahu	C	2,200,000	0	0	0	Delaying these federally required renovations will lead to lawsuits and tenant complaints

Dept Priority	Project Title	MO F	EXEC REQ FY 12	EXEC REQ FY 13	H.D.1 FY 12	H.D.1 FY 13	Impact
16	Roof Repairs; Replace Railings and Ext. Closet doors, Termite and Rodent Control (Design & Construction), Kamehameha Homes, Oahu	C	1,000,000	800,000	0	0	There is currently a \$350m backlog in R&M at housing projects. Delaying work lead to additional work, and additions in the future
17	Major modernization; roof replacement; spalling; site improvements; interior repairs; dry standpipe (Design	C	600,000	4,000,000	0	0	See Impact Statements for Item 16 ab
18	Kahekili Terrace; Roof & Solar Repairs, Ph 2 (Construction), Kahekili Terrace, Maui	C	3,000,000	0	0	0	See Impact Statements for Item 16 ab
19	Reroof, Paint, Interior Repairs including Termites (Design & Construction), Kauliokalani, Oahu	C	3,900,000	0	0	0	See Impact Statements for Item 16 ab
20	Security Improvements at Various State and Federal Projects (Design & Construction), Statewide	C	2,000,000	0	0	0	See Impact Statements for Item 16 ab
21	Weatherproofing, Painting, Spalling (Design), Wahiawa, Oahu	C	1,320,000	0	0	0	See Impact Statements for Item 16 ab
TOTAL – GENERAL OBLIGATION BONDS		C	49,688,721	60,100,000	33,690,000	48,800,000	

NEIL ABERCROMBIE
GOVERNOR



BRUCE A. COPPA
Comptroller

RYAN OKAHARA
Deputy Comptroller

STATE OF HAWAII
DEPARTMENT OF ACCOUNTING
AND GENERAL SERVICES
P.O. BOX 119
HONOLULU, HAWAII 96810-0119

TESTIMONY
OF
BRUCE A. COPPA, COMPTROLLER
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES
TO THE
COMMITTEE ON
WAYS AND MEANS
ON
March 28, 2011

H.B. 200, H.D. 1

RELATING TO STATE FUNDS

Chair Ige and members of the Committee, thank you for the opportunity to testify on H.B. 200, H.D. 1.

The Department of Accounting and General Services (DAGS) supports H.B. 200, H.D. 1, and offers the following.

DAGS' mission is to help State agencies better serve the public by providing, at best value and with integrity: superior public facilities, expert technological solutions and services, operational support, fiscal guidance, oversight of administrative services and preservation and promotion of cultural heritage.

The detailed impacts of the adjustments made in H.B. 200, H.D. 1, were included in DAGS' submittal to the Committee on March 17, 2011. However, there are two requests which we would ask that consideration be given for inclusion in the Senate version of the budget. The

first is for the Information and Communication Services Division which addresses our mission to provide expert technological solutions and services, and the second to renovate the Kamamalu Building which attains the best value for public facilities section of our mission. Both of these requests are consistent with the Governor's New Day Plan by repairing missteps of the past, creating new (construction) jobs, and leveraging the facilities we have to reduce cost (office leases) which taxpayers would expect.

The first request for the restoration of 11 positions and funds of \$200,528 and \$401,056 in fiscal years 2012 and 2013, respectively, is critically needed to sustain 7 X 24 data center operations in the Production Services Branch (the Branch) of the Information and Communication Services Division. At current staffing levels, there are times when the third shift may not operate due to the lack of available staff. During the past two years, 37 positions or 46% of the authorized staff were abolished in the Branch. When the third shift does not operate, applications at risk of not being completed include unemployment checks, child welfare payments, State payroll, and vendor payments. All of these critical applications significantly affect public and government operations.

Secondly, H.B. 200, H.D. 1, has \$13 million in funding for our CIP request to renovate the Kamamalu Building (the Building). Our original CIP request was for \$26 million and that amount is needed to solicit and award a construction contract to renovate the Building. When completed, this building will provide space for employees currently in leased space. Our analysis of the savings in lease rent is that it will provide payback of renovation costs within 20 years. We will not be able to pursue the renovation of this building at the current funding level of \$13 million. The other benefit of this project is that it will create construction jobs for the duration of the project.

H.B 200, H.D. 1, proposes a general fund budget reduction for various programs for \$642,000. In fiscal year 2011 alone, the general fund budget of DAGS was reduced by \$9.7 million or 14% from fiscal year 2010. As a result of the reductions DAGS and its programs have taken in past years, there are few alternatives our programs can take to meet these reductions. Delays in filling vacant positions at least six (6) months or not filling vacant positions to offset the general fund budget reductions will be the most prevalent alternative to address the general fund reduction. An outcome of this alternative will be reduced service levels by the affected programs.

Thank you for the opportunity to testify on this bill.



**STATE OF HAWAII
DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS**

830 PUNCHBOWL STREET, ROOM 321
HONOLULU, HAWAII 96813
www.hawaii.gov/labor
Phone: (808) 586-8842 / Fax: (808) 586-9099
Email: dliir.director@hawaii.gov

March 27, 2011

To: The Honorable David Ige, Chair
and Members of the Senate Committee on Ways and Means

Date: Monday, March 28, 2010

Time: 9:00 a.m.

Place: Conference Room 211, State Capitol

From: Dwight Y. Takamine, Director
Department of Labor and Industrial Relations

Re: H.B. No. 200 HD1 Relating to the State Budget

I. OVERVIEW OF PROPOSED LEGISLATION

The purpose of HB200 HD1 is to appropriate funds for the State for the fiscal biennium beginning July 1, 2011 and ending June 30, 2013.

II. HOUSE BILL

The Department of Labor & Industrial Relations (DLIR) supports the state budget for the upcoming biennium as proposed by Governor Abercrombie. The Department's biennial budget request mostly entailed housekeeping actions and minor position adjustments without additional general funds. The Governor's budget is the first step in restoring capacity to the Department of Labor and Industrial Relations and do more with less by relying on available federal funds, utilizing technology, reorganizing processes and working collaboratively between programs to support the Department's mission. DLIR recognizes that adjustments to the budget are part of the legislative process and appreciates the difficult choices facing the legislature in undertaking its constitutional mandate to provide a balanced budget.

The Department offers the following comments on the amendments made by the House:

- LBR135 WORKFORCE DEVELOPMENT COUNCIL – Governor's request reestablishes federal funding for positions restored by the 2010 legislature. Positions will administer current formula Workforce Investment Act (WIA) funds as well as pending federal grant proposals.
- LBR143 HAWAII OCCUPATIONAL SAFETY & HEALTH PROGRAM– SEQ# 81-

222, 61-222, 82-222: Governor's request ensures that HIOSH meets federal benchmark level for safety inspectors (9) and avoids disapproval of Hawaii's plan while providing for a higher level of workplace safety and lower workers' compensation insurance costs. All requested changes involve transfers within the division without additional funds.

SEQ# 83-222: Governor's request adds \$20,000 in operating costs to the Hoisting Machine Operators Advisory Board to enable the Board to amend administrative rules to meet new OSHA requirements. Request provides funds to amend rules, conduct hearings, disseminate rule changes and replace broken equipment and does not adjust the executive officers' salary. Without the increase in revolving funds, HIOSH would have to create a separate certification/licensing system, which would create a two-tier certification program that would unnecessarily add costs to crane operators and their employers.

- LBR183 DISABILITY COMPENATION DIVISION– Eliminating \$137,000 of the division's personnel funding will prevent the Kauai's District Labor Programs Field Manager and the Kona District's DC Enforcement Specialist IV from being filled, thereby jeopardizing the economic and medical protections provided by law to Hawaii's workforce and their families. The impact will include a significant reduction in the Kauai field office's ability to service and adjudicate workers' compensation claims resulting in considerable delays in payments of workers' compensation benefits to injured workers on Kauai. In addition, an increased number of delinquent employers will likely result in West Hawaii, reducing employee economic and health care protection afforded by the Workers' Compensation, Temporary Disability Insurance and Prepaid Health Care laws. Continuing to operate without the Kona DC enforcement specialist will also expose the WC Special Compensation Fund, the TDI Special Fund, and the Prepaid Health Care Premium Supplementation Fund to greater risks of having to pay WC, TDI, and PHC benefits of employees who are not covered by their delinquent employers.
- LBR901 DATA GATHERING, RESEARCH, AND ANALYSIS – The Governor's request reestablishes federal funding for 12 positions restored by the 2010 legislature. If the Governor's request was granted, then DLIR would fill 6 positions as soon as possible to restore capacity to meet current workload demands. DLIR would also have the flexibility to hire up to 6 more personnel to support pending federal grants by various divisions and attached agencies as well as to support current programs, including with much needed clerical staff.
- LBR902 GENERAL ADMINISTRATION – Governor's request provides for a temporary budget analyst that will assist in the monitoring of federal grants, help in the preparation of the budget, work with DAGS on leases in private buildings, assist the programs on procurement and contracts, aid in audit preparation and calculate the department's indirect cost rate for the USDOL. This position will greatly enhance the department's

efforts to both maintain and improve the efficiency of its operations and accountability to ensure the provision of cost-effective services.

NEIL ABERCROMBIE
GOVERNOR



SUNSHINE P. W. TOPPING
DIRECTOR

BARBARA A. KRIEG
DEPUTY DIRECTOR

**STATE OF HAWAII
DEPARTMENT OF HUMAN RESOURCES DEVELOPMENT**

235 S. BERETANIA STREET
HONOLULU, HAWAII 96813-2437

March 25, 2011

TESTIMONY TO THE
SENATE COMMITTEE ON WAYS AND MEANS
For Hearing on Monday, March 28, 2011
9:00 a.m., Conference Room 211

BY

SUNSHINE P.W. TOPPING
DIRECTOR

**House Bill No. 200, H.D. 1
Relating to the State Budget**

TO CHAIRPERSON DAVID Y. IGE AND MEMBERS OF THE COMMITTEE:

The purpose of House Bill No. 200, H.D. 1 is to appropriate funds for the operating and capital improvement costs for agencies in the Executive Branch for fiscal year 2011-2012 and fiscal year 2012-2013.

The Department of Human Resources Development (DHRD) supports the intent of this measure but has the following concerns as it relates to the reductions made to our operating budget.

DHRD is the central personnel agency for the State Executive Branch. Among our core functions is to provide the most efficient support we possibly can to our sister agencies in recruitment and management of a high performing workforce that delivers vital government services to the public in a cost effective manner. DHRD may be small in numbers, but the programs administered and decisions made by the department have statewide impact, are far reaching, and have significant cost implications if not done properly.

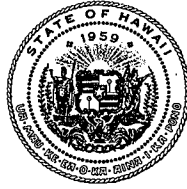
We have no biennium budget request for additional resources. The department's operating budget already reflects reductions of \$3.2 million and 22 positions (20%) imposed during the 2009 and 2010 legislative sessions. We understand the gravity of the times we are in. We are making every effort to function with fewer resources by eliminating our training office, reassigning and reprioritizing workload, and cross-training staff where and when possible to minimize delays in services. The department, however, cannot sustain additional reductions to staffing without adversely affecting our ability to meet operating requirements. So to address the adjustments in H.B. 200, H.D. 1, we will need to reduce funds appropriated for workers' compensation benefits for employees within the Executive Branch (excluding DOE and UH), Charter Schools, and the Legislature who suffer injuries or illnesses arising out of and in the course of their employment.

The impact of reducing funds for workers' compensation benefits could be significant. First and foremost, if we don't have enough funds to pay all of the statutory benefits that the injured workers rely upon to live, this will create an enormous financial hardship on their families. Secondly, failure to pay timely benefits will result in the assessment of statutory penalties which will also contribute to increasing our costs.

We are aware of the challenges ahead and remain committed to work with the Legislature to seek solutions that effectively balance short and long term priorities.

Thank you for the opportunity to present testimony on this measure.

NEIL ABERCROMBIE
GOVERNOR



GLENN M. OKIMOTO
DIRECTOR

Deputy Directors
FORD N. FUCHIGAMI
JAN S. GOUVEIA
RANDY GRUNE
JADINE URASAKI

STATE OF HAWAII
DEPARTMENT OF TRANSPORTATION
869 PUNCHBOWL STREET
HONOLULU, HAWAII 96813-5097

IN REPLY REFER TO:

March 24, 2011

TESTIMONY OF THE DEPARTMENT OF TRANSPORTATION

HOUSE BILL NO. 200, HD1

SENATE COMMITTEE ON WAYS AND MEANS

The Department of Transportation has concerns with our operating and maintenance budget (O&M) in HB 200, HD1.

Additional items we requested in the New Administration Budget require \$27,213,210 in (B) funds in FY12 and \$63,318,364 (B) in FY13. The HD1 designates \$1 as a placeholder for each item and the House is taking under advisement. While we appreciate the House's consideration, we want to emphasize that fully funding all of these items are critical to the daily operations of our program.

Thank you for the opportunity to testify.

NEIL ABERCROMBIE
Governor



RUSSELL S. KOKUBUN
Chairperson, Board of Agriculture

JAMES J. NAKATANI
Deputy to the Chairperson

State of Hawaii
DEPARTMENT OF AGRICULTURE
1428 South King Street
Honolulu, Hawaii 96814-2512

TESTIMONY OF RUSSELL KOKUBUN
CHAIRPERSON, BOARD OF AGRICULTURE

BEFORE THE SENATE COMMITTEE ON WAYS AND MEANS
MARCH 28, 2011
9:00 A.M.

HOUSE BILL NO. 200, H.D.1
RELATING TO THE STATE BUDGET

Chairperson Ige, Vice-Chair Kidani and Members of the Committee:

Thank you for this opportunity to provide testimony on House Bill 200 H.D.1, Relating to the State Budget. This bill provides operating and capital improvement appropriations and authorizations for Executive Branch agencies and programs in Fiscal Biennium (FB) 2011-2013. The Department supports this bill.

In recognition of the severe reductions that the Department has taken in the past, the House draft supports the requested operating base budget. The budget also includes one-dollar appropriations for various items that were requested by the current administration through the Governor's Message of February 22, 2011 as well as possible House initiatives. We appreciate the inclusion of these items in the budget as it allows further discussion while the formulation of the budget progresses. The Department acknowledges and respects the addition of these budgetary measures and support for its base budget as key indicators of legislative intent to recognize the critical role that this Department plays in attaining food and energy sustainability goals for the State.

The restoration of positions by the 2010 Legislature has enabled the process to begin to re-establish service to levels that the public expects, but more tools are needed



to ensure that the progress made thus far is not lost. The Department's budget request recognizes the economic challenges we face and only includes items that restore vital resources lost in past budget cuts. Included in the requests are the restoration of positions to provide better direct service to the public and the agricultural industry and other items to encourage increased agricultural production and the development of alternative energy.

The CIP budget request includes funds to repair and expand irrigation systems and other infrastructure to ensure that our farmers have a source of reliable and affordable water and access to lands that will facilitate food production within the State. Specific projects include the Reservoir Safety Improvements, Lower Hamakua Ditch Project, Upcountry Maui Watershed Project, and improvements to the irrigation systems in Kekaha, Waimanalo, and Molokai. Projects to make improvements to the Waianae and Kahuku Agricultural Parks are also in the budget. It should be noted that federal funds are expected to be available to augment state appropriations for the Reservoir Safety Improvements, Lower Hamakua Ditch and Upcountry Maui projects.

The continued support of the Legislature regarding the budget and other legislation is greatly appreciated and we look forward to further collaboration throughout the remainder of this Legislative session.



UNIVERSITY OF HAWAII SYSTEM

Legislative Testimony

Testimony Presented Before the
Senate Committee on Ways and Means
March 28, 2011 at 9:00 a.m.

by
MRC Greenwood
President, University of Hawai'i

HB 200 HD1 – RELATING TO THE STATE BUDGET

Chair Ige, Vice Chair Kidani and Members of the Committee:

First let me say that the University understands the fiscal realities within which the administration and legislature are operating. While decisions on priorities for funding are never simple, I believe that in these economic times, higher education is critical to the future and investing in UH has immediate returns. I believe that there is no better investment for short term gains and long term benefits for the citizens of Hawai'i. Investing in UH is investing in the people and the future of our state.

The House Committee on Finance in HB 200, HD 1 has proposed a \$16 million reduction for the University of Hawai'i. This reduction is in addition to the University's general fund appropriations reduction of \$98 million in FY 2009-10; and in FY 2010-11, the reduction was increased to \$108 million, representing a 23% decrease in the University's general fund budget from FY 2008-09. That level of reduction in funding is one of the largest in the nation among public universities.

With an all-time high enrollment exceeding 60,000 students in Fall 2010, as compared to approximately 50,000 students in Fall 2007, the University is serving many more students with far fewer general funds. We have managed this by various means, e.g., wage cuts, but with no reduction in instructional days, enrollment management, etc., throughout our campuses.

In addition, the \$22 million annually of American Recovery and Reinvestment Act (ARRA) fiscal stabilization funds for education provided by the legislature has been instrumental in filling some of the reduction. However, this funding ends in FY 2010-11 and its replacement is critical. Currently HB 200, HD 1 only includes restoration of \$15.4 million of the \$22 million. Therefore part of our request approved by the Board of Regents is for the remaining \$6.6 million. This was included in the executive budget request, but is not in HB 200, HD 1.

Instead, the House recommendation provides a \$1 placeholder for the Community Colleges in lieu of \$6.3 million general fund request to restore funds temporarily covered with American Recovery and Reinvestment Act (ARRA) funding for them, and another \$1 placeholder in lieu of the \$0.3 million requested for UH Hilo. The University of Hawai'i Community Colleges (UHCC) has experienced unprecedented growth over the past four years, expanding enrollment by over 35%. UH Hilo's enrollment increased by 19% over that same period. We have relied heavily on the ARRA funding provided by the Legislature to serve these additional students. Continuation of this funding, slated to expire at the end of FY 2011, is essential for the Community Colleges and Hilo to maintain the classes needed to meet increased student demand.

The loss of \$6.6 million for ARRA funding restoration in the House draft of the budget is further compounded by the \$3.8 million general fund reduction (House budget adjustment) for Community Colleges, and \$0.9 million reduction for Hilo. These reductions will come on the heels of cuts previously made for FY 2010 and FY 2011. The cumulated impact of these reductions will coincide with the escalating requirements created by the rapid growth in enrollment. These reductions will make it extremely difficult to sustain course offerings and meet planned outcomes established through the strategic planning process.

For UHH, the \$300,000 in ARRA funds received in the FB 2009-2011 was used to fund salaries for lecturers, instructors and professors to teach courses in the physical sciences such as physics, mathematics, biology, and chemistry. If the \$300,000 funds are not restored into UH Hilo's budget, we will not be able to continue with the same level of class offerings which would impact many of our students in the STEM field. This could potentially delay our students from graduating and entering the workforce.

Another item in the executive budget which has been replaced in the House draft of HB 200 with a \$1 placeholder is \$3.4 million for strategic outcome funding. As you will recall from our budget briefing presentation to this committee, this is funding to increase the number of graduates produced by the University which will be provided based on actual performance against established quantified goals. Despite the greater than \$200 million reduction in the University's general fund budget in the current biennium, we are not simply asking for restoration of funds. We are continuing to pursue quantified goals that were established before the economic downturn. These goals increase the human/educational capital of the state. These funds would be provided to the University only if and to the extent that we meet those quantified goals. Despite the reductions to our budget, we are still committed to these goals, but we ask that we be provided funding for meeting these goals so that we can continue to pursue achieving the further levels established in our strategic outcomes. This is investing in people, and we believe there is no better investment for the citizens of Hawai'i.

Of critical importance is the University's commitment to strengthen the State's economy. Hawai'i's economy remains at a critical juncture, impacting virtually every State program and every resident. The University and all of its campuses and community colleges play a strategic and fundamental role in supporting economic growth by improving the competitiveness of existing industries through workforce enhancement, by diversifying

the economic base through initiatives that support new and emerging industries, and by creating opportunities for individuals to improve their employment through education. As stated earlier, not only does the House budget not include the items described above which were in the executive budget request, but it also reduces our general funds by an additional \$16 million over the more than \$200 million reductions the University has already borne.

As an example of the impact of the further cuts proposed by HB 200, HD 1, at UH Hilo, the additional reduction will require significant reductions in course offerings which will jeopardize our students' ability to fulfill their degree requirements. Support services which are critical to student academic success will be curtailed. With this additional cut, we may require that 25-30% of lecturer positions not be filled, resulting in a loss of approximately 1,000-1,200 seats in classes. Finally, UH Hilo is still a growing, developing campus. Our enrollment reached an all-time high of 4,079 in Fall 2010 – a 55% increase since Fall 1997. Increases in student population generate increased demand for amenities, activities, programs and services particularly given UHH's large proportion of students who are economically disadvantaged, first generation in college, and/or from underrepresented minority groups. The need for these services is great. If the current economic climate continues, the quality of UHH instructional and student support services will be impeded, and our commitment to excellence and ability to graduate our students in a timely manner will be difficult to maintain.

With regard to the capital improvement budget, the House draft of the University's CIP budget provides a total of \$133 million in general obligation bonds of which only \$52 million is for our capital renewal and deferred maintenance program (CRDM). Based on the University's current CRDM program, unless a minimum of \$142 million is appropriated for CRDM, our current \$310 million backlog will increase accordingly. The House draft also includes authorization for \$30 million in revenue bonds for CRDM. We currently do not have available sources of revenue to pay for the debt service on such bonds were they to be issued and used for CRDM.

Also, the House did not provide any general obligation bond funding for the University's Project Renovate to Innovate requests that total \$198 million. As I have stated before, these high priority projects would provide not only much needed construction jobs and attract additional eminent, productive researchers and staff who would bring more research dollars into the state, but they would also increase federal indirect overhead payments from grants.

The UH Board-approved CIP budget request also included over \$150 million in shovel ready projects of which the House budget provides only \$9 million for two community college renovation projects. The House budget did not include the Governor's recommended funding for the Education classroom building at Leeward Community College. This building is shovel ready and is critical to meeting the needs of the more than 400 students enrolled in education at Leeward. Your consideration of this and the remainder of these projects, and the other requests in the Board-approved CIP budget would be greatly appreciated.

In sum, the University, systemwide, has already sustained over \$200 million in general fund budget reductions in the current biennium. We believe that it is in the best interest of the state to invest in its future through the University of Hawai'i. The additional reductions proposed by HB 200, HD 1 will make it very difficult to maintain services for our students, sustain course offerings and meet our planned outcomes. This will have a negative impact on programs. While I understand the difficult situation that the legislature faces, as I stated at the beginning, I believe that there is no better investment for short term gains and long term benefits for the citizens of Hawai'i. Investing in UH is truly investing in the people and the future of our state.

Finally, if the decision is that the University must make its contribution to addressing the State's economic situation by having its budget reduced, the University requests that such reduction be made in total at the system level with the understanding that the University shall be provided maximum flexibility in determining the most appropriate distribution of budget reductions within the University.

Thank you for the opportunity to provide comments on this measure.

Date: 03/28/2011

Committee: Senate Ways and Means

Department: Education

Person Testifying: Kathryn S. Matayoshi, Superintendent of Education

Title of Bill: HB 0200,HD1 (HSCR 952) RELATING TO THE STATE BUDGET.

Purpose of Bill: State budget.

Department's Position: The Department of Education has the following concerns regarding the Operating Budget adjustments included in H.B. 200, H.D. 1. These adjustments were:

- Reduced the DOE's general fund operating budget by \$55,000,000 in fiscal years (FYs) 2011-12 and 2012-13;
- Did not concur with the request to convert positions from temporary to permanent in EDN 500; and
- Did not fund the Abercrombie Administration's additional budget requests from the Governor's Message dated February 22, 2011, and instead appropriated \$1 placeholder amounts in FY 2011-12 and 2012-13 for these items;

In addition, the House version of the budget added three (3) unfunded, permanent full-time equivalent (FTE) positions in EDN 300 for auditing and investigating.

To put the general fund reduction into perspective, \$55,000,000 is greater than the entire general fund budget for EDN 300 (which includes funding for the Board of Education, Superintendent's Office, and the offices of Civil Rights Compliance, Communications, Federal Compliance, Internal Audit, Fiscal Services, Human Resources, and Information Technology Services) which totals \$43,673,985.

Since the reductions are taken in lump sum amounts with no specific areas targeted for reduction, the alternatives the DOE may implement are outlined in two scenarios. Scenario 1 includes elimination of various categorical programs, elimination of Student Transportation services on Oahu, additional revenue generating measures, and a reduction of funds from the Weighted Student Formula (WSF). Scenario 2 includes only the elimination of Student Transportation services on Oahu, and a reduction of funds from WSF.

DETAILS OF SCENARIO 1

Program Eliminations

In order to meet the reduction target amount, the DOE may be required to eliminate funding for various categorical programs. If these programs are eliminated, the amount the DOE will save from the budget is approximately \$11,101,115, including any budgeted FTEs funded in these programs.

Elimination of Student Transportation Services on Oahu

By eliminating student transportation services for general education students on Oahu, the DOE will save approximately \$11,400,000. This will result in students having to ride the City Bus to school, walk, or find another means of getting to school. This may result in additional financial hardship to families, as the City Bus annual pass is \$330.00 (compared to \$225.00 for an annual pass to ride the school bus). Another disadvantage of riding the City Bus is that the school bus takes students directly to school, while the City Bus does not.

Reduction of Funds for WSF

The DOE may also be required to reduce funds that are allocated to the schools via WSF. This reduction will include the \$22,658,945 that was added into WSF last Legislative Session by reducing state/complex areas and categorical programs, as well as an additional \$2,919,940. This will result in approximately a 3.5% reduction in the total allocations to schools. Principals along with the School Community Councils will ultimately decide how their school's financial plan will be affected, but this reduction will almost certainly result in a reduction of positions at each school. The DOE will be mindful of statutory and collective bargaining considerations during the implementation of reductions.

Other Options in Scenario 1

Other options in Scenario 1 include increasing the price of school lunch and breakfast, with Board of Education approval, to \$3.18 and \$1.72 respectively, which will raise approximately \$5,000,000 in additional revenue, realize the savings from the closure of Liliuokalani School, defer repair and maintenance projects, and capture savings from the cancellation of the nationally norm-referenced test, if either HB 1055 or SB 1282 is passed as originally drafted and does not require the DOE to provide the test upon request.

DETAILS OF SCENARIO 2

Elimination of Student Transportation Services on Oahu

As detailed above, by eliminating student transportation services for general education students on Oahu, the DOE will save approximately \$11,400,000.

Reduction of Funds for WSF

In order to make up the remainder of the \$55,000,000 reduction, the DOE may be required to reduce the amount of funds that go to the schools via WSF. This will amount to a total reduction of \$43,600,000, which includes the additional \$22,658,945 that was added to WSF by reducing state/complex areas, and categorical programs, as well as an additional \$20,941,055. This will result in approximately a 6% reduction in the total allocations to schools. Principals along with the School Community Councils will ultimately decide how their school's financial plan will be affected, but this reduction will almost certainly result in a reduction of positions at each school. As with Scenario 1, the DOE will need to be mindful of statutory and collective bargaining considerations during the implementation of reductions.

It is important to note that these scenarios have not been approved or endorsed by the BOE.

OTHER OPERATING BUDGET ADJUSTMENTS IN H.B. 200, H.D. 1

In addition, the House version of the budget made additional adjustments to the DOE's budget. These adjustments are:

Non-Conversion of Positions from Temporary to Permanent in EDN 500

The House version of the budget did not agree with the request to convert eleven and a half (11.5) FTEs from temporary to permanent in EDN 500. This will result in continued recruiting difficulties for these positions since it is more desirable to be selected for a permanent position.

Placeholder Amounts for the Abercrombie Administration's Initiatives

On February 22, 2011, the Abercrombie Administration submitted to the Legislature their additional budget priorities for consideration. For the DOE, these items included \$396,208 in FYs 2011-12 and 2012-13 for transportation and other supplies for the Athletic Program, \$250,000 in FYs 2011-12 and 2012-13 for the Early Learning Council, \$2,081,691 in FY 2012-13 for contracted nursing services, \$19,582,270 in FY 2012-13 for the Student Transportation program, a ceiling increase of \$750,000 for the Textbooks and Instructional Materials Special Fund, and a ceiling increase of \$2,000,000 for the Community Use of School Facilities Special Fund. Due to the availability of Education Jobs Funds in FY 2011-12, the requests for Student Transportation and contracted nursing services were only for FY 2012-13.

The House version of the budget did not include these increases, and instead appropriated \$1 for each of these items, and is currently taking these requests under advisement.

Without any general fund support, the Early Learning Council may not be able to provide the deliverables outlined in HRS §302L-3. Without the additional funds, the Athletics Program will allocate less to the schools for transportation and supplies. Fewer funds for contracted nursing services will mean that the DOE will have to find the funds from within, taking funding away from other educational programs and services.

Three (3) Additional FTEs for EDN 300

These positions will be a part of the Investigative Unit within the Internal Audit Office of the DOE. These positions are necessary due to the backlog of various investigations, and due to the increase in fiscal misconduct investigations. The Department appreciates the support for these positions, but respectfully requests that a total of five (5) FTE positions be appropriated for this purpose.

Provisos

The DOE has concerns regarding the proviso in Section 16. As an alternative, the DOE would be happy to provide the Legislature with a summary report of all audits and investigations. Compliance with this section of the proviso as written would be difficult as many contain confidential information that will require redaction, and redacting information will require significant amounts of staff time.

CIP BUDGET

The House version of the budget deleted \$84,400,000 from the DOE's request in the Executive CIP Budget, and added \$138,833,000 for 51

projects that individually and collectively have less value to the DOE than the projects that were deleted.

The DOE has the following concerns regarding priorities that are not included in H.B. 200, H.D.1 for FY 2011-12:

- Lump Sum - Electrical/Infrastructure Improvements. The \$22,200,000 that was reduced in FY 2011-12 is needed to upgrade electrical, telecommunications, program bell systems and other related infrastructure improvements. Existing systems are aging and have become inadequate to support current program and curriculum needs. These improvements will be able to meet these demands and also provide a safe and efficient infrastructure. In addition, these systems will be consolidated whenever possible.
- Ewa Makai Middle - New School (Additional Funds). The \$16,400,000 that was reduced in FY 2011-12 is needed for construction of the third classroom wing to complete this new school. When the project is completed, the middle school will be able to relieve overcrowding at area elementary schools by moving grade 6 classes from the elementary schools to this new middle school. This follows the DOE plan for elementary schools for grades 6-8. Area elementary schools may not need additional classroom projects and may be able to reduce or eliminate the number of portable classrooms on campus.
- East Kapolei High - New School. The \$1,000,000 and \$2,300,000 that were reduced in FY 2011-12 and FY 2012-13, respectively, are needed for planning and land acquisition for this new school. Area high schools (Campbell High and Kapolei High) are already overcrowded and continued housing development in the area supports the need for a new high school at this time. This funding places the school on track for completion in 2017 and the delay of funding will push back the estimated completion.
- East Kapolei Middle - New School. The \$2,500,000 that was reduced in FY 2011-12 is needed for design for this new school. A new middle school is needed to support the population growth in the area and to relieve overcrowded conditions in Kapolei Middle, which is already operating on a multi-track schedule.

We have the following concern regarding priorities that are not included in H.B. 200, H.D. 1 for FY 2012-13:

- Kapolei II Elementary (Mehana) - New School. The \$40,000,000 that was reduced in FY 2012-13 is needed for the construction of this new school. The \$3,520,000 in design funds that were appropriated in FY 2009-10 have been requested for release. It is anticipated that the project will be ready to bid in 2013, with construction to start in 2014, and the project complete in 2016. A new elementary school is needed to relieve the overcrowded conditions at Kapolei Elementary School, which is already operating on a multi-track schedule.

If the Legislature is willing to entertain a request for a greater amount than was in the Executive Budget, we would like to refer you to the CIP budget request that was approved by the BOE on October 21, 2010.

Thank you for the opportunity to testify on this measure.



STATE OF HAWAII
HAWAII STATE PUBLIC LIBRARY SYSTEM
OFFICE OF THE STATE LIBRARIAN
44 MERCHANT STREET
HONOLULU, HAWAII 96813

**Senate Committee on Ways and Means
March 28, 2011, 9:00 a.m.
State Capitol, Room 211**

HB200, HD1 - Relating to State Budget

Mission Statement: The Hawaii State Public Library System (HSPLS) will maintain, improve and expand collections and services, which provide cost-effective, timely access to information, education, and entertainment. HSPLS will improve and enrich the intellectual development, personal achievement, and leisure time activities of the public by providing appropriate reading and research resources and by celebrating a love of reading and lifelong learning.

We are submitting testimony in support of HB200 HD1 for the proposed Hawaii State Public Library System (HSPLS) fiscal biennium 2011-2013 Budget by EDN 407. The House draft made no adjustments or reductions to our operating general fund appropriations and there were no budget provisos for EDN 407.

Our original request of \$4M for Health and Safety Projects, Statewide remained unchanged but four new CIP appropriations were added in this House draft which have been summarized in the attached Form S and are described as follows:

Item no. 79 appropriates \$20,000 for a new ADA compliant, circulation desk at Kaneohe Public Library, Oahu. The desk, as well as restroom improvements, were part of the ADA transition plan that HSPLS agreed to for all our libraries, statewide. With a limited amount of Health and Safety CIP appropriations, these items have not been addressed yet, since funding went towards more critical repairs and renovations (i.e. air conditioning systems, roof replacements, etc.).

Item no. 80 appropriates \$250,000 for a site feasibility study for a new Kapaa Public Library, Kauai. Years ago, HSPLS conducted an expansion study by AM Partners, Inc. on the existing site, but the study was terminated for the following reasons:

1. Exorbitant expenses were anticipated, and there was considerable uncertainty about receiving the many required, discretionary approvals from Kauai County because of the library's oceanfront location (heavy risk of tsunami inundation) and nonconformity with zoning regulations.
2. A number of concerns about the growing traffic congestion on Kuhio Highway that will impede vehicular access to the library.
3. The need to control unauthorized parking by beach and park users, and nearby businesses. This expansion study can be furnished to you upon request.

Item no. 81 appropriates \$1.075M in FY 2012 for planning and \$10.980M in FY 2013 for construction of the new Nanakuli Public Library. This project has been in the works for more than 20 years and has been at the top of the HSPLS CIP Priority Matrix List for new libraries. The Project Development Report and Functional Master Plan were just recently finalized and completed by Kober, Hanssen, Mitchell Architects, Inc. and can be furnished to you upon request.

Item no. 82 appropriates \$1,240,000 for the plans and design of the new Waikoloa Public Library. This new Public Library is also on the HSPLS CIP Priority Matrix List for new libraries. Currently, there is only a bookmobile located near the Waikoloa Golf Course, operated by volunteers from the Friends of the Library, Waikoloa Region. We have also enclosed the justification fact sheet for this new Waikoloa Public Library for your reference.

If you require any additional information or have any questions, please call me at 586-3700 or email me at keith.fujio@librarieshawaii.org. Thank you for allowing us to testify on this measure.

Date Prepared/Revised:

**FB 11-13 BUDGET
DEPARTMENT SUMMARY OF PROPOSED CIP LAPSES AND NEW CIP REQUESTS
DEPARTMENT OF EDUCATION - HAWAII STATE PUBLIC LIBRARY SYSTEM**

PART A: PROPOSED LAPSES						Amount		HOUSE RECOMMENDATION		
Dept	Pri	Act/Yr	Item No.	Proj No.	Project Title and Reason for Lapsing	MOF	FY 12	FY 13	FY 12	FY 13
					NONE					
TOTAL							-	-	-	-

BY MOF		FY 12	FY 13	FY 12	FY 13
General Fund	A	-	-	-	-
Special Funds	B	-	-	-	-
General Obligation Bonds	C	-	-	-	-
Reimbursable GO Bonds	D	-	-	-	-
Revenue Bonds	E	-	-	-	-
Federal Funds	N	-	-	-	-
Private Contributions	R	-	-	-	-
County Funds	S	-	-	-	-
Interdepartmental Transfers	U	-	-	-	-
Federal Stimulus Funds	V	-	-	-	-
Revolving Funds	W	-	-	-	-
Other Funds	X	-	-	-	-

PART B: NEW REQUESTS - MAJOR R&M AND ENERGY EFFICIENCY							HOUSE RECOMMENDATION			
Req Cat	Dept Pri	Prog ID	Proj No.	Project Title	MOF	FY 12	FY 13	FY 12	FY 13	
M	1	EDN407	01H&S	HEALTH & SAFETY, STATEWIDE	C	3,912,225	4,217,380	2,000,000	2,000,000	
	2	EDN407		KANEOHE PUBLIC LIBRARY, OAHU	C				20,000	
	3	EDN407		KAPAA PUBLIC LIBRARY, KAUAI	C				250,000	
	4	EDN407		NEW NANAKULI PUBLIC LIBRARY, OAHU	C			1,075,000	10,980,000	
	5	EDN407		NEW WAIKOLOA PUBLIC LIBRARY, HAWAII	C			1,240,000		
TOTAL - MAJOR R&M AND ENERGY EFFICIENCY							3,912,225	4,217,380	4,315,000	13,250,000

BY MOF		FY 12	FY 13	FY 12	FY 13
Special Funds	B	-	-	-	-
General Obligation Bonds	C	3,912,225	4,217,380	4,315,000	13,250,000
Reimbursable GO Bonds	D	-	-	-	-
Revenue Bonds	E	-	-	-	-
Federal Funds	N	-	-	-	-
Private Contributions	R	-	-	-	-
County Funds	S	-	-	-	-
Interdepartmental Transfers	U	-	-	-	-
Federal Stimulus Funds	V	-	-	-	-
Revolving Funds	W	-	-	-	-
Other Funds	X	-	-	-	-

Summary: Information for Waikoloa Library Justification

There are 3 documents attached:

- **Letter from Friends of the Library-Waikoloa Region**
- **Population Statistics from the 2010 US Census**
- **South Kohala Community Development Plan**

Below are summarizations/descriptions of relevant information in each of the documents.

Letter from Friends of the Library- Waikoloa Region (FR-WL)

Waikoloa has no library. To access a library, residents of Waikoloa must drive 45 minutes round trip to Waimea or an hour and a half to Kona (see last paragraph).

Waikoloa has a growing population with a social infrastructure of churches, Lions Club International, Seniors Association, Waikoloa Community Action Group, Waikoloa Elementary and Middle Schools, Waikoloa Village Association, the Waikoloa Outdoor Circle and others.

Friends of the Library-Waikoloa Region is currently providing needed library services to the community through a bookmobile and literacy programs. Since July 2010 it has been serving the Waikoloa Region as an honor system library. In order to provide services, FL-WR holds fundraising and community awareness events and has received two grants.

FL-WR has met with the State Librarian to tour land available for a building, to ask for a library, and to ask for an employee from the Hawaii State Public Library System in order to be connected to that system.

The letter also includes FL-WR's projected needs for this year.

Population Statistics: 2010 and 2000 (By Census Designated Places- CDP)

Puako CDP

2010: 772

2000: 429

Increased by 343, or 80.0%

Waikoloa Village CDP

2010: 6,362

2000: 4,806

Increased by 1,556, or 32.4%

Source for the data is the U.S. Census Bureau, Census 2010 (Indicated at bottom of sheet). Data Sheet sent from the County of Hawaii, Department of Research and Development, Deputy Director Laverne Omori.

South Kohala Community Development Plan: See Ordinance, Waikoloa Village Plan (Chapter 5), and Puako Village Plan (Chapter 7)

Contains build-out information for communities. Under Waikoloa Village Policy 1, plans for a library are specified in Strategy 1.3 (page 99).

Ordinance:

The County of Hawaii General Plan section 15.1 requires Community Development Plans be adopted as "ordinance," giving the plans force of law. See pages 5 and 9-11 of the South Kohala CDP pdf for ordinance statement and information.

Waikoloa Village Plan (numbered pages 89-106; pdf pages 105-127):

Planned and potential community build out in the Waikoloa area: See numbered pages 90 and 91. There is a table with breakdowns, and the total number of units planned is 7,160 units.

Strategy 1.3 Plan, Fund, and Construct a Community Library: See numbered page 99.

Puako Community Plan (numbered pages 129-142; pdf pages 145-162):

There are several large developments outside the core community (see numbered pages 129 and 130):

- Villages of Aina Lea with 2,406 units (see Waikoloa Village Plan—Aina Lea is listed there).
- Stanford Carr Development with 691 units.
- Puako Bay Investors LLC developing along Puako Beach Drive with an 8-lot single family residential subdivision.

STATE OF HAWAII
DEPARTMENT OF DEFENSE

TESTIMONY ON HOUSE BILL 200 HD1
A BILL RELATING TO THE STATE BUDGET

PRESENTATION TO THE
COMMITTEE ON WAYS AND MEANS

BY

MAJOR GENERAL DARRYLL D. M. WONG
ADJUTANT GENERAL

March 28, 2011

Chair Ige, Vice Chair Kidani and Committee members:

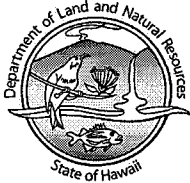
I am Major General Darryll Wong, Adjutant General, State Department of Defense. I am providing written testimony in opposition to the proposed cuts in House Bill 200 HD1 because they will add to the challenges the department will face in executing this administration's direction (The New Day Plan). The proposed cuts of \$409,217 will impact the department's ability to leverage approximately \$1,637,000 in federal repair and maintenance funds. The overall effect will be \$2,046,217 of contract work that will not be issued to local contractors who could use these contracts to create jobs or maintain jobs instead of laying off their workers.

We recognize that the Council of Revenue has adjusted its FY 11 projection for general fund tax revenue growth from 3% to 0.5%. This department's FB 2012-2013 request, if approved, will allow the State to receive \$23,959,065 in federal matching funds to maintain adequate staffing and operating costs. This will enable the department to execute six capital improvement projects totaling \$100,410,000 utilizing federal funds. The total of \$124,369,065 of federal funds will support the local economy, create new jobs, ensure more of our youth receive their high school degrees via Hawaii National Guard Youth Challenge Academy, help the Department to invest in renewable energy projects and improve deteriorating Hawaii National Guard infrastructures statewide (Puunene, Hanapepe, Waiiau, Wahiawa, Waimanalo and Kalaeloa).

And finally, the proposed reduction of \$409,217 will adversely impact the State Civil Defense Division in carrying out its responsibilities in developing more preparedness programs for vulnerable population groups, catastrophic hurricane disaster planning, community preparedness, and in logistics.

Thank you for the opportunity to provide written testimony that opposes this bill.

NEIL ABERCROMBIE
GOVERNOR OF HAWAII



**STATE OF HAWAII
DEPARTMENT OF LAND AND NATURAL RESOURCES**

POST OFFICE BOX 621
HONOLULU, HAWAII 96809

WILLIAM J. AILA, JR.
CHAIRPERSON
BOARD OF LAND AND NATURAL RESOURCES
COMMISSION ON WATER RESOURCE MANAGEMENT

GUV H. KAULUKUKUI
FIRST DEPUTY

WILLIAM M. TAM
DEPUTY DIRECTOR - WATER

AQUATIC RESOURCES
BOATING AND OCEAN RECREATION
BUREAU OF CONVEYANCES
COMMISSION ON WATER RESOURCE MANAGEMENT
CONSERVATION AND COASTAL LANDS
CONSERVATION AND RESOURCES ENFORCEMENT
ENGINEERING
FORESTRY AND WILDLIFE
HISTORIC PRESERVATION
KAHOOLAWE ISLAND RESERVE COMMISSION
LAND
STATE PARKS

**Testimony of
WILLIAM J. AILA, JR.
Chairperson**

**Before the Senate Committee on
WAYS AND MEANS**

**Monday, March 28, 2011
9:00 AM
State Capitol, Conference Room 211**

**In consideration of
HOUSE BILL 200, HOUSE DRAFT 1
RELATING TO STATE BUDGET**

House Bill 200, House Draft 1, appropriates funds for the operating and capital improvement budget of the Executive Branch for Fiscal Year (FY) 2012-2013. The Department of Land and Natural Resources (Department) is opposed to certain adjustments made in this measure.

The House Draft 1 did not take action on most of the Governor's Message items, including special and federal funded budget proposals that do not have an impact on general funds. The Department respectfully requests this Committee to reconsider the Department's proposed adjustments as they reflect the newly identified priorities necessary to support our economic recovery and support the Department's core functions.

The Department serves to enhance, protect, conserve, and manage Hawai'i's unique and limited natural, cultural and historic resources held in public trust for current and future generations of the people of Hawai'i Nei and visitors in partnership with others from public and private sectors. The Department is responsible for our water resources, endangered species, Hawai'i's historic and cultural sites, coral reefs, fisheries management, dam safety and rock fall mitigation. The expanse of this kuleana encompasses 1.3 million acres of state land, 2 million acres of conservation land, and 3 million acres of state ocean waters. Every aspect of our residents lives are intertwined with the natural resources of our islands. The Department, with the help of the Legislature, keep memories of robust natural resources alive to fuel efforts and dreams of today's leaders as we work to restore our resources for future generations and our economic recovery.

OPERATING BUDGET

General Funds

For the Fiscal Biennium 2011-13, the Department's proposed general fund requests are \$2,112,861 in FY 12 and \$2,017,861 in FY 13 to provide additional support for Conservation and Resources Enforcement, Historic Preservation, and Dam Safety programs. General funds are vital to support core activities such as law enforcement, regulatory oversight, fiscal management, personnel management, permitting, and assistance to the public. Additionally, general fund support is necessary to carry out those activities that cannot be paid by federal funds, or are not appropriate for special funds because of statutory or program restrictions placed on those other sources. Overall, the Department supports the adjustments to retain positions even if they are unfunded; with the hope that when the economic climate improves the Legislature would fund these positions.

Deputy Salaries: The Department request \$45,466 each for both the First Deputy Director and the Deputy Director for Water Resource Management. There are no alternative funds available to restore the full funding for either position. It is not feasible to operate a Department of this size without a First Deputy Director. Additionally, the Deputy Director for Water Resource Management oversees all the Commission on Water Resource Management's (Commission) activities and operations, administers, coordinates, and implements the State Water Code and rules, and initiates and directs projects statewide (there is no separate administrator for the Commission). The Deputy Director for Water Resource Management also assumes the historic role of the Department's second Deputy Director (eliminated in the 1990s) by overseeing many of the 12 other divisions (including aquatics, engineering, forestry, and multiple special projects) of the Department. This co-leadership role is essential in managing very complex natural resource issues that affect all the public lands, all the conservation lands, the State's ocean resources, all the fresh water, historic sites, small boat harbors, fisheries, wetlands, and watersheds. The adjustments to restore the Deputy Director's salaries are critical as these positions provide fundamental support to the Chairperson of the Department in overseeing operations within a department with such a broad mission and responsibilities.

Historic Preservation: The House Draft 1 adjustments to the LNR 802 Program will severely impact the Department's ability to implement the Corrective Action Plan developed by the National Park Service. As a result, the State Historic Preservation Division (SHPD) will continue to be deficient in responding to permit requests from developers. The Division is past due in almost 400 combined reports and reviews across the State which has a downstream negative impact on both protection of cultural sites and economic development in Hawai'i.

The Department requested \$429,320 to provide additional program support through creating 8 new positions and \$104,312 for restoring positions for SHPD that are critical since limited resources have contributed to the United States Department of the Interior placing the Division on "High Alert" status. Due to this status, the Department is also requesting \$75,000 to contract professional services to complete a State Plan. Having the appropriate tools and resources available is critical to assist the Division in completing the requirements of the Corrective Action Plan by June 2012.

Division of Conservation and Resources Enforcement: The Division of Conservation and Resources Enforcement (DOCARE), with just 100 sworn personnel, holds a significant mission with jurisdiction over 1.3 million acres of state land, 3 million acres of ocean and coastal waters, and 750 miles of coastline. The proposed adjustment of \$500,000 would provide the necessary operational resources to improve the capacity to protect and conserve such an expansive jurisdiction. DOCARE's general fund operating budget for all other non-personnel operational costs is \$543,000 per year. This allows for spending of about \$135,000 per quarter, divided statewide among the four branches and administration.

In FY 08, expenditures for motor vehicle gas and oil, motor vehicle repairs, utilities, telecommunications, and costs for uniform/weapons allowances (mandated by collective bargaining) were approximately \$480,000. In addition to these extremely basic costs to cover DOCARE patrol and to keep office lights on, law enforcement incurs other operational expenses that are critical to public and officer safety. For example, (1) Law enforcement officers are required to undergo annual firearms and resistance control training to maintain the level of proficiency necessary to protect the public, the Department, and the officers themselves. DOCARE's annual training costs for firearms and resistance control training and evaluations (non-personnel costs) are approximately \$20,000; (2) Law enforcement officers frequently respond to situations that are potentially life threatening, and by policy, must be provided with and have immediate access to body armor (bullet resistant vests). The vests have a limited lifespan (DOCARE's 130 vests will expire between January and December of 2011), and replacement costs are estimated to be \$200,000; (3) Ammunition also has an expiration date, after which it is not reliable. DOCARE's annual ammunition expense is approximately \$70,000.

While some of these expenses may be covered through federal grants, most of those grants are limited to certain law enforcement activities, such as marine enforcement, and cannot be applied to officers conducting enforcement on land.

DOCARE is trying to meet the budget reductions by limiting activities that result in cost differentials (discontinuing holiday overtime, reducing regular overtime and night differentials). In addition, DOCARE has implemented measures to reduce the motor vehicle gas/oil/repair costs by assigning two officers per vehicle, per shift. However, this limits patrol coverage, and timely response to complaints and requests for service from the public. Even with these reductions, DOCARE does not have sufficient funds to purchase the above referenced equipment to protect the lives of our officers and the public. Vehicles, communications, basic equipment, safety equipment, and related operating expenses are the essential tools of our officers. Without these, it will be difficult to meet our mission to protect, conserve and manage the unique natural, cultural and historic resources that are held in public trust for the people of Hawai'i.

Dam Safety Program: The Dam Safety Program is critical for health and safety of Hawai'i's residents and visitors. The adjustment proposes \$1,000,000 in general funds, as the Program requires a stable operating resources to provide inspections, enforcement, and other regulatory responsibilities. If the Program is inadequately funded, people's lives will be put at risk as the Department will be unable to fulfill its regulatory responsibilities and would not be able to respond to emergencies resulting in an increased risk of a dam failure. This request is tied to a trade-off under LNR 806, Item No. 60-222. Dams and reservoirs provide many public benefits

as a potential resource for agriculture, water supply, recharge, hydropower and other beneficial uses. The Dam Safety Program was entirely general funded prior to 2009 and current program activities cannot be sustained entirely by the departmental special funds. Non-provision of general funds requested in Governor's Message (\$1,000,000/\$1,000,000) to support the Dam Safety Program will result in the passing on of program cost to dam owners through the implementation of fees to support activities as mandated by Chapter 179D, Hawaii Revised Statutes, to protect public health and safety. After the Kaloko disaster and implementation of the current dam safety law, dam owners must bring their dams into compliance with current safety standards. Fees could impose additional burden on dam owners in making their dams safe or cause them to decommission their structure entirely.

State Parks: The trade-off to LNR 810, Dam Safety Program, without replacement funds from the Transient Accommodation Tax (TAT) would have a devastating impact on the Hawai'i State Parks Program. Due to the strong connection of our State Parks System to the visitor industry, the Department requests \$6 million transfer from TAT for State Parks. Hawai'i's natural and cultural resources remain our most important assets. Hawai'i's visitor industry is dependent upon our ability to provide visitors' experiences that include beautiful sandy beaches, coral reefs teeming with life, clean oceans and freshwater streams, lush green forests, science parks, trails and vistas, and meaningful and well-protected historic and cultural sites. Retaining the visitor market and spending that fuels our economy requires that we keep these resources healthy, for visitors and residents. These funds will be used alongside general funds to support and build a thriving State Park System for the enjoyment of Hawai'i's residents and visitors alike.

The Department requests \$391,369 to fund lifeguard services for Makena Beach State Recreational Area on Maui. This request is to provide services for the health and safety of residents and visitors to this State Park.

An additional request for \$30,036 to restore and fund a Secretary I position will provide critical clerical support for the Division to maintain its core functions. The Kaua'i Secretary I position is a critical support for the Division's District Superintendent and provides key services in processing accounts payable and personnel matters. Currently O'ahu administrative staff are assisting the Kaua'i District Office, however, this then reduces counter service to the public who come in for information and permits at the O'ahu Office. Filling the Kaua'i Secretary I will also increase the management success and efficiency of the soon-to-be filled Kaua'i District Superintendent, since there is currently only one clerical support staff person whose primary job is responding to the high volume of permit requests for Kaua'i State Parks.

The Department has also requested to restore 7 State Park positions without funding. In general, all of the 7 unfunded positions are needed to improve the Division's 7 day a week, 365 days a year coverage in the locations listed above. Current State Parks field staff is being tasked disproportionately due to these vacancies - and the current mandated furloughs add greatly to the scheduling issue of insuring adequate park management coverage. This coverage includes, among other tasks, the servicing, and cleaning of restroom facilities, public rubbish removal, grounds maintenance, and minor repairs addition. General deterioration of service to a variety of State Parks, added tasking to a staff that due to the magnitude and frequency of public use and the impact to State Park infrastructure are at capacity to provide service, and ultimately,

deterioration in productivity due to an unrealistic workload. In this economic downturn and a \$600,000 reduction in general funds from the FY 10 allotment, on top of a 4 million dollar reduction in General Fund support since 1991, the Division has been challenged to keep park features open – but in many instances, they are grossly under serviced. This situation, in the long run, has increased operational cost due to deferred maintenance - and is a blemish to the Hawai'i visitor industry due to the sometimes deplorable conditions of some of the parks used by both residents and visitors.

Division of Aquatic Resources: The Division of Aquatic Resources (DAR) endured several reductions in FYs 09 and 10 and is requesting to restore critical positions and funding to return core services related to fisheries management and sustainable aquatic resource management.

The Division has 3 branches but currently only 2 branch managers. The Department is requesting \$71,760 to restore the Program Manager position. In FY 10, the LNR 153 Program Manager and Fishery Technician V positions were abolished. The Program Manager is vital to the Division's Commercial Fisheries and Resource Enhancement Program. The Program Manager manages/oversees program activities; plans program strategy; coordinates projects to assess and sustainably manage fish stocks harvested by and/or cultured by the State's commercial fishing industries; augments fish stocks through fish stocking when appropriate; coordinates operations at the Anuenue Fisheries Research Center at Sand Island, Oahu; manages critical commercial fish catch data; and coordinates quantitative/qualitative studies of commercial fish stocks.

The Department is requesting \$33,756 for the Fishery Technician V position which is essential to the Division's Commercial Fisheries and Resource Enhancement Program. The Fishery Technician V is a supervisory position overseeing the work of six fishery technician IV positions staffed in all three Division programs (LNR 153, 401, 805) at the Anuenue Fisheries Research Center. Vital duties include scheduling/monitoring daily/weekly assignments, monitoring daily/weekly assignments, reviewing/approving overtime work and technicians' monthly timesheets, etc. The position supervises all technical work including use of heavy machinery, arc welding, technical work including operating heavy machinery, arc welding, carpentry, SCUBA diving, vessel maintenance, various repairs.

The Division request to change the means of funding of \$51,312 from federal to general funds for a Planner IV position. In FY 09 due to a shortage of general funds and budget restrictions, the Planner IV position's means of financing was changed from general to federal funds. The Federal Government agreed to fund this position for two years (FYs 09-10) with the caveat that the position focus on coral reef monitoring and management planning. Federal funds are not guaranteed for FY 12. This critical position is responsible for nearly 1 million dollars in Federal monies dedicated to preserve and protect Hawaiian coral reefs. This request if approved, would assure federal partners of the State's commitment to the Coral Reef Program and the general fund salary match could garner added federal funds. In addition, a general funded Planner IV could once again perform Division planning needs in addition to coral reef related plans.

In the FY 09 budget reduction, \$50,000 came from the stream survey funds. Additionally, in FY 09, the entire budget of \$100,000 in general funds was cut from the coral reef fund, resulting in

the loss of vital match to acquire federal coral reef monies through competitive grants. This request of \$150,000 would add back those general funds to continue work on stream surveys, develop appropriate instream flow standards to better manage Hawai'i's stream ecosystems and provide information as required by the Commission on Water Resource Management. This request would restore general funds to continue work on various statewide coral reef monitoring and management projects to help improve ecosystem management of our fragile resources.

Additionally, the Program requests \$150,000 in general funds for current expenses to support various statewide recreational fisheries projects as only \$4,203 remain in the LNR 805 Program's operating budget after years of budget restrictions. In addition to resolving chronic payroll shortages, these funds would provide the needed general fund match for popular projects such as the rearing and stocking of rainbow trout at the Kōke'e Public Fishing Area on Kaua'i, the maintenance, construction, development of artificial reefs, and the Maui/O'ahu marine resource assessment project which includes studies at Kahekili, Maui, and rearing and using sea urchins as a biological control to reduce invasive species in Kāne'ohe Bay, O'ahu, where reefs are infested with alien seaweeds.

Tsunami Damages: In addition to the executive budget and Governor's Message from February 22, 2011, the Department is requesting an additional \$475,000 (MOF A) in operating funds to address non-CIP related expenses to address tsunami damages.

House Draft 1 Adjustments

The House Draft 1 reduced the Department's general funds by \$254,200 due to fiscal restraints. This will only serve to hinder the Department's ability to serve its mission and provide services to the public. The cuts will negatively impact all programs, especially the Department's Administrative Offices, the Division of State Parks, the Division of Aquatic Resources, and the Commission on Water Resource Management, given the large reductions from these programs.

The reduction of \$77,000 to LNR 906 will significantly affect the Department in carrying out its objectives and functions. The administrative services provided through our fiscal, personnel, information technology, and other support services are essential for the entire Department. This reduction may result in the termination of departmental staff.

The reduction of \$56,000 to the Division of State Parks will contribute to the Department's inability to provide an adequate level of park maintenance and repair, impacting its ability to keep parks open.

The reduction of \$56,200 to DARs' programs (LNR 153, 401, 805) will only serve to exacerbate the already lowered budget and manpower situation.

The reduction of \$45,000 to the Commission under LNR 404 further restricts the Commission's ability to collect and analyze hydrologic and climate change data statewide; determine O'ahu potable drinking water supplies; implement Maui instream flow standards; conduct Maui contested cases; investigate complaints and resolve disputes in Hawai'i County; leverage Army Corps of Engineer, Environmental Protection Agency, and National

Oceanic Atmospheric Agency funding; contract for resource investigations and analytical studies; and fill vacant positions as 2 were lost due to reduction-in-force actions thereby decreasing staff to 22 positions.

The House Draft 1 makes an adjustment to establish 4 island managers and provide associated funds. The proposed addition of staff to the Department's neighbor island offices was not a department priority, but long overdue. However, the dozen staff losses over the past 2 years all occurred from O'ahu offices and priority should be to restore these losses.

Federal Funds

The Department has requested \$2,387,452 in FY 12 and \$2,189,952 in FY 13. This will provide additional positions and increase the Department's ability to receive and expend federal funds, particularly for SHPD, DOCARE, Division of Forestry and Wildlife (DOFAW), Engineering Division (ENG), and DAR.

SHPD: \$307,706 to restore funding for 2 positions and create two (2) new positions;
DOCARE: \$180,907 to restore 1 position and funds for the Hunter Education Program;
DOFAW: \$1,560,642 for 1 position and increase federal ceiling for other expenditures;
ENG: Increase federal fund ceiling \$290,000 in FY 12 and \$100,000 in FY 13; and
DAR: \$48,197 to establish 2 new positions and change method of funding of a planner position.

SHPD: Without the restoration and addition of the new positions, the Division will be unable to come into compliance with the National Park Service by June 2012 and continue to be deficient in responding to permit requests from developers.

DOCARE: The Hunter Education Program is federally funded by the Department of the Interior, United States Fish and Wildlife Service, through the Pittman-Robertson Federal Aid in Wildlife Restoration Act. The Program's use of volunteer instructor's in-kind service hours and their values act as the 25% state match for 75% federal funding. As a result, these requests do not impact the State's General Fund budget.

Special Funds

The Department requested a total of \$2,198,325 in FY 12 and \$1,346,952 in FY 13 for various special funded needs of the divisions, such as positions that are critical to meet core functions, replacement of aging vehicles, and other expenditures.

DOFAW: \$1,707,030 in FY 12 (\$802,000 for motor vehicles and equipment and \$900,000 for other expenditure) and \$905,030 in FY 13;
Boating: \$295,866 for 8 positions and funds;
ENG: \$96,113 to fund an engineer position;
Land: \$56,243 in FY 12 (for pick-up truck and reallocation of a Planner position) and \$6,243 in FY 13; and
Admin: \$43,073 for 1 Account Clerk position and funds.

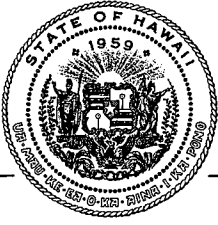
Capital Improvements Budget

The House Draft 1 approved a majority of the Department's CIP requests; however, many were not approved for DOFAW and DOCARE projects.

The House Draft 1 added additional projects totaling \$ 23.0 million for FY 12 and \$3.9 million in FY 13 and the Department is concerned about the inclusion of these projects' impact on department priorities identified in the Department's Executive Biennium Budget request and Governor's Message. Additionally the Department has concerns that some of the add-on projects may be more suited for other agencies jurisdiction.

Tsunami Damages: In addition to the Executive CIP budget in HB 200, HD 1 for the Fiscal Biennium 2011-13, and Governor's Message from February 22, 2011, the Department is requesting a lump sum for \$7.8 million (MOF C) FY 12 under LNR 906 to fund necessary expenses to address tsunami damages at various department facilities.

The Department respectfully requests proposed adjustments be made to the House Draft 1 by way of the Governor's Message, as they reflect the newly identified priorities necessary to support our economic recovery and support the Department's core functions.



DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

NEIL ABERCROMBIE
GOVERNOR
RICHARD C. LIM
DIRECTOR
JESSE K. SOUKI
INTERIM DIRECTOR
OFFICE OF PLANNING

OFFICE OF PLANNING

235 South Beretania Street, 6th Floor, Honolulu, Hawaii 96813
Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804

Telephone: (808) 587-2846
Fax: (808) 587-2824

Statement of
JESSE K. SOUKI
Interim Director, Office of Planning
Department of Business, Economic Development, and Tourism
before the
SENATE COMMITTEE ON WAYS AND MEANS
Monday, March 28, 2011
9:00 AM
State Capitol, Conference Room 211

in consideration of
HB 200 HD 1
RELATING TO THE STATE BUDGET

Chair Ige, Vice Chair Kidani, and Members of the Senate Committee on Ways and Means.

The Office of Planning is supportive of several provisions in HB 200 HD 1 which restore positions and, in some cases, funding as requested in the Administration's budget request in order to provide essential services and to reinvest in the program in order to provide a foundation for the future. The Office of Planning through its statewide planning and coordination function has a key role in the implementation of "A New Day in Hawaii". However, we have specific comments as to the impacts of some of the provisions as described as follows.

The Office of Planning supports the provisions in HB 200 HD 1 (seq. no. 10-001) which restore funding for two authorized but unfunded Planner positions in the Land Use Division. This request trades off funds from Other Current Expenses to fund these two positions. The Land Use Division was reduced to only two funded positions during the rifts. This is not adequate to carry out the functions of the program. This request restores essential services to

ensure that the State of Hawaii's case is adequately presented and represented before the Land Use Commission (LUC). The lack of these services will have the effect of slowing down the land use decision-making process, impinging on the ability of the program to efficiently address issues related to statewide concern in land use decision-making. Ultimately, Hawaii's economy, environment and welfare may be adversely impacted because the timely review of land use development proposals is critical to Hawaii's economic recovery.

HB 200 HD 1 restores the Secretary II position for the Land Use Division and provides one dollar for this position (seq. no. 81-222). We support the restoration of this position and request that funding be provided for the position. This position is needed to provide clerical support for the program including preparing and organizing position papers, pleadings, testimonies and other legal documents necessary to represent the State of Hawaii's case in the quasi-judicial proceedings before the LUC. This is the sole secretarial/clerical position for the Land Use Division. Without these services, the program will be unable to meet statutory, regulatory and judicial deadlines for proceedings before the LUC. Without adequate staffing, the review of land use proposals and the land use decision-making process will be delayed or extended.

HB 200 HD 1 adds one general funded Planner position and provides one dollar for this position (seq. no. 82-222). We support the restoration of the position and request that funding be provided for the position. This position is needed to conduct statewide policy planning and coordination which is a priority of this administration. The Special Plans Branch of the Office of Planning is the program which conducts statewide policy planning and coordination. As a result of the rifts, only one planner position is left in the Special Plans Branch which is not sufficient to carry out the administration's policy planning initiatives.

HB 200 HD 1 adds one federally funded Planner position and provides one dollar for this position (seq. no. 82-222). We support the restoration of this position and request approval to expend Federal funds for this position. This position is needed to carry out a Federal Economic Development Administration grant to develop agricultural self-sufficiency policies and strategies.

HB 200 HD 1 increases the ceiling for the Brownfields Cleanup Revolving Loan Fund by one dollar (seq. 80-222). The Administration requested that the ceiling be increased by \$1 million to a total of \$2 million. Without this increase in the ceiling, the fund will only be able to loan out \$1 million instead of the full amount of the Federal grant funds--\$2 million.

HB 200 HD 1 reduces general funds by \$37,113 due to fiscal constraints (seq. no. 1060-001). The Office of Planning has minimal other current expense funds. Therefore, this reduction will affect the personnel budget. During the 2009 rifts, OP staffing was reduced by 37%. This additional reduction will make it even more difficult for OP to carry out its functions.

H.B. 200 HD 1 restores funds for furloughs. We support the restoration of these funds.

Thank you for the opportunity to provide testimony on this measure.



STATE OF HAWAII

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT AND TOURISM
HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION
677 QUEEN STREET, SUITE 300
Honolulu, Hawaii 96813
FAX: (808) 587-0600

IN REPLY REFER TO:

Statement of
Karen Seddon
Hawaii Housing Finance and Development Corporation
Before the

SENATE COMMITTEE ON WAYS AND MEANS

March 28, 2011 at 9:00 a.m.
Room 211, State Capitol

In consideration of

H.B. 200 HD1

RELATING TO THE STATE BUDGET.

The HHFDC ***supports*** H.B. 200, H.D. 1. The HHFDC was not adversely impacted by operating budget reductions made to the Governor's budget plan in the H.D. 1. The H.D. 1 also includes Capital Improvement Project (CIP) appropriations to address the shortage of affordable rental housing in Urban Honolulu and statewide.

HHFDC's mission to provide financing and development incentives for affordable housing, as well as our specific CIP requests, align with the public values set forth in the Governor's **A New Day in Hawaii** plan, as follows:

- **Economy and Jobs**
 - Building green workforce housing through public-private partnerships. Senior Residence at Iwilei and Rental Housing Trust Fund (RHTF) projects are built through public-private partnerships and are owned and managed by private entities, not the State.
 - The CIP investment in construction of Senior Residence at Iwilei will generate 136 direct construction jobs and 195 indirect jobs.
 - Construction of RHTF projects will generate 375 direct construction jobs and 548 indirect jobs.
- **Investing in the Skills, Health, and Wealth of Working Families** – Affordable rents in housing projects allow families to save money and build financial assets.
- **Housing, Families and Human Services** – Permanent affordable housing is part of a comprehensive, inter-governmental approach to homelessness.
 - Permanent, affordable rental housing is part of the homeless solution.
 - Families transition from homeless shelters into permanent rental housing.

- o There is broad-based support for the RHTF from homeless advocates and services providers.

HHFDC's two CIP requests are as follows:

<u>Senior Residence at Iwilei, Oahu</u>	FY 2012	\$26,000,000 (C)
---	---------	------------------

Senior Residence at Iwilei is a 160 unit affordable rental project for seniors, conveniently located within the City and County of Honolulu's Transit-Oriented Development district in Iwilei. Construction on this project could commence by fall of 2011.

<u>Rental Housing Trust Fund Infusion, Statewide</u>	FY2012	\$10,000,000 (C)
	FY2013	\$10,000,000 (C)

The infusion of General Obligation bond funds into the RHTF will help to address the substantial need for affordable rental housing. There are an additional seven new loan applications currently under staff review, that could be funded and built should this CIP request be approved. These new loan applications will add an additional 348 units to the affordable rental inventory.

Thank you for your consideration of these important CIP requests.



STATE OF HAWAII
OFFICE OF ENVIRONMENTAL QUALITY
CONTROL

235 S BERETANIA ST. SUITE 702
HONOLULU, HAWAII 96813
Tel. (808) 586-4185
Fax. (808) 586-4186
Email: oeqc@doh.hawaii.gov

SENATE COMMITTEE ON WAYS AND MEANS

HB200, HD1, RELATING TO THE STATE BUDGET

Testimony of Gary Hooser
Director of the Office of Environmental Quality Control

March 28, 2011

1 **Office's Position:** Request HB200 be amended to establish a new line item needed to
2 accommodate a new special fund should SB699 pass into law. Said line item would identify two
3 new temporary positions with appropriate notations made to indicate they are special funded and
4 a special funds ceiling cap of \$300,000 put into place:
5

6 **Fiscal Implications:** Establishment of new special fund and requisite line item would have no
7 impact on general funded operating budget.

8 **Purpose and Justification:** Fulfilling OEQC's mandate under Chapter 341, and Chapter 343
9 HRS, is critical to the protection of the environment and for the proper facilitation of a wide
10 range of important public and private CIP and economic development projects statewide. The
11 present operating budget and the existing OEQC staff of two planners, one environmental health
12 specialist, a secretary and director, is woefully inadequate and as such the OEQC is unable to
13 provide the required services as mandated by law. The proposed fees in SB699 will provide
14 much needed funding to support the hiring of adequate staff, provide staff and other support to
15 the Environmental Council, upgrade existing systems, and modernize technology to improve
16 OEQC services and ensure the quality of the State's environmental review process.

NEIL ABERCROMBIE
GOVERNOR



DENISE M. WISE
EXECUTIVE DIRECTOR

STATE OF HAWAII
DEPARTMENT OF HUMAN SERVICES
HAWAII PUBLIC HOUSING AUTHORITY
1002 NORTH SCHOOL STREET
Honolulu, Hawaii 96817

BARBARA E. ARASHIRO
EXECUTIVE ASSISTANT

Statement of
Denise M. Wise
Hawaii Public Housing Authority
Before the

SENATE COMMITTEE ON WAYS AND MEANS

March 28, 2011 9:00 A.M.
Room 211, Hawaii State Capitol

In consideration of
H.B. 200 H.D. 1
RELATING TO THE STATE BUDGET

Mister Chair and Members of the Senate Committee on Ways and Means, thank you for the opportunity to provide you with comments regarding House Bill 200, as amended by House Draft 1, relating to the state budget.

The Hawaii Public Housing Authority (HPHA) supports enactment of the measure provided it is amended to incorporate the recommended appropriations submitted by the Office of the Governor. The Governor's suggested budget would provide the HPHA with the additional capital and operating funds necessary for the agency to fulfill its mission of providing decent, safe, affordable housing for this State's most vulnerable populations, such as those earning less than thirty percent of the Area Median Income, the disabled, and the elderly.

Program Operating Funds – HMS220, 222, and 229

The current measure reduces recurring equipment cost appropriations to \$1 (HMS220 80-222). It also does not take into account other recurring appliance replacement costs withdrawn from the HPHA budget request by the Department of Budget and Finance (HMS220 7-001) prior to submission to the Legislature. While the agency appreciates the intent of the House Committee on Finance in providing a value for the 80-222 requests to keep them open for discussion, the HPHA will be negatively impacted if the amounts requested by the Governor's budget are not restored and the 7-001 funds are not included.

In recent health and safety audits conducted by the United States Department of Housing and Urban Development (HUD), damaged, missing and inoperable refrigerators were among the top health and safety defects noted by the HUD

inspectors. The 2010 inspections noted 2,079 defective refrigerators alone. Also, some equipment costs are required for the agency to make reasonable accommodations for tenants covered by the Americans with Disabilities Act. Often, ADA compliant appliances are more expensive than industry standard units, which elevate replacement costs. Replacement of equipment is a recurring expense for the HPHA and these funds are critically needed.

House Draft 1 also replaces necessary federal and revolving fund ceiling increases with \$1 values for each fiscal year (HMS222 80-222 and HMS229 80-222). Again, the HPHA appreciates the intent of the House Committee on Finance in valuing these requests to keep them open for discussion going forward. However, the HPHA requested these ceiling increases in order to bring agency federal and revolving fund salaries and fringe benefits in line with the actual salaries and fringe benefits provided through collective bargaining and statutes. This is a housekeeping budget adjustment to accurately reflect the HPHA federal and revolving fund salary and fringe expense levels for HMS220.

Not providing these ceilings will negatively impact payment of federal and revolving fund salaries/fringe expenses, as well as misrepresent the HPHA federal and revolving fund salary and fringe benefit expense for HMS220. These federal and revolving fund ceiling increases do not represent an increased expenditure, and will allow the agency to adjust authorized filled position compensations recorded in the BJ Tables to the actual salaries currently authorized. The agency will also be able to adjust salaries of authorized vacant positions to the entry step level permitted by the applicable collective bargaining agreement.¹

In addition to these concerns, the House Committee on Finance recommended that HPHA's operating funds be reduced \$118,077 in both Fiscal Years of the Biennium (HMS220 1060-001). This reduction in general funds (non-designated) will have a major negative impact on the agency's ability to provide security services to those developments most in need. In prior years, the Legislature appropriated \$2.0 million in general funds for security services at various HPHA properties. This amount was reduced \$422,781 in the 2005 Biennium by the Legislature with the intent of changing the means of finance.² In an apparent oversight the change in means of finance was not incorporated into the 2005 Biennium or any subsequent budget.

Currently, the HPHA is working with Legislators to improve security at our developments, and the restoration of this \$118,077 is critical for us to maintain current levels of security services. The agency will be unable to make the improvements being requested, particularly by House Bill 231 as amended by Senate Draft 1, without this baseline being restored.

¹ The agency would note that it is seeking no increase in fringe or salary for the 1.25 "A" (general) funded positions which are currently authorized and reside inside of HMS222 Rental Assistance Services.

² See 2005 Budget Worksheet Conference Draft, HMS220 Sequence Number 6-001.

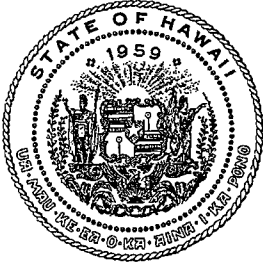
Capital Improvement Program Allocations – HMS220

The HPHA recognizes and appreciates the dedicated work of the members of the House in supporting the Administration's priority of investing in the agency's Capital Improvement Program (CIP) funding as embodied within House Draft 1. The provision of funds for HPHA capital repairs, especially for the hot water system improvements at Mayor Wright Homes, will go a long way in helping the agency to meet the needs of our repair and maintenance backlog, which exceeded \$350 million in 2007. While House Draft 1 reinstates a portion of the HPHA NA CIP budget request, the HPHA would respectfully request two amendments to the appropriation contained in the measure.

First, the agency would appreciate the flexibility available through a lump sum CIP appropriation rather than the project specific funding currently provided by the measure. While there are predictable repair and maintenance needs that can be provided for by the project-specific methodology, there are many situations which arise that require the ability to shift work dynamically. As the State's largest landlord, emergencies may occur at any time and must be handled for the health and safety of our tenants. Rewording the appropriation as a lump sum would allow the agency to adapt to real-time circumstances and provide proper funding levels based on the future availability of alternate funding sources

Further, as mentioned above, the HPHA has a current backlog of over \$350 million dollars in major repair and maintenance projects, making the annual need for significant CIP appropriations a recurring item. The Administration's budget request asked the Legislature to provide \$49,688,721.00 for Fiscal Year (FY) 2011-2012 and \$60,100,000.00 for FY 2012-2013. The House Committee on Finance appropriated \$33,690,000 for FY11-12 and \$48,800,000 for FY12-13. This shortfall will require the continued practice of deferring necessary maintenance and repairs until an emergency situation arises, which has already resulted in several high profile issues at the agency's properties in recent years. We respectfully request that the Administration's recommended funding be supported by this Committee going forward in order to help improve the State's public housing stock.

The HPHA appreciates the opportunity to provide the Senate Committee on Ways and Means with the agency's comments regarding H.B. 200 H.D. 1. We respectfully request the Committee to support the measure by providing the HPHA with the additional capital and operating funds necessary for the agency to fulfill its mission of providing decent, safe, affordable housing for this State's most vulnerable populations, which will in turn help restore public confidence in low income public housing.



NEIL ABERCROMBIE
Governor

MIKE MCCARTNEY
President and
Chief Executive Officer

Hawai'i Tourism Authority

Hawai'i Convention Center, 1801 Kalākāua Avenue, Honolulu, Hawai'i 96815
Website: www.hawaiiitourismauthority.org

Telephone: (808) 973-2255
Fax: (808) 973-2253

Testimony of
Mike McCartney
President and Chief Executive Officer
Hawai'i Tourism Authority
on
H.B. 200, H.D. 1
Relating to the State Budget

Senate Committee on Ways and Means
Monday, March 28, 2011
9:00 a.m.
Conference Room 211

The Hawai'i Tourism Authority (HTA) strongly requests an increase in funding for Authority due to the rapid changes that have been affecting our tourism market.

With the drop in visitors we are experiencing as a result of disasters in Japan, and the anticipated drop in transient accommodations tax revenues, we request that the funding level for the Tourism Special Fund be maintained at least at the 34.2 percent level to allow the HTA modify plans and move resources quickly to respond to challenges in the changing world tourism marketplace.

The earthquake and tsunami in Japan, and the damage to the nuclear power plants in Fukushima have resulted in a drop in visitors from Japan, China and Korea, and caused HTA to implement a recovery plan to attempt to attract visitors from North America, Australia, New Zealand, Korea, and China. Our priority will be to maintain or increase the airlift to Hawai'i from U.S. cities such as Portland, Dallas, San Diego, San Jose, Sacramento, and Phoenix, as well as the Asian and Oceania markets. The March 8th edition of the *Honolulu Star-Advertiser* reported that United Continental is abandoning plans to add flights and will drop unprofitable routes because of rising fuel prices. With flights being added to Hawai'i routes by Korean Airlines, Hawaiian Airlines, Alaska Airlines, and United Continental, it is important that we increase our marketing efforts to ensure that the seats on these flights are filled to justify maintaining those access to Hawai'i.

Further, we must continue to enhance our visitor experience by improving the natural resources that are a major component of Hawai'i's appeal, making improvements to our public and recreational infrastructure, and preserving our host culture through our Hawaiian culture initiative. Funding will also go towards efforts for the upcoming Asia-Pacific Economic Cooperation in 2011, which will help to solidify Hawai'i's image as both a leisure and business destination.

Maintaining our level of funding will also help the HTA to continue to support and implement its initiatives in the Hawai'i Tourism Strategic Plan: 2005-2015 and its HTA Strategic Plan: 2010-2013, which help guide the agency to achieve a sustainable visitor industry in the short and long term. We must also recognize the volatile environment of the industry and be able to respond accordingly to various situations that can occur at any given time, such as the tsunami in Japan.

Thank you for the opportunity to offer these comments.

NEIL ABERCROMBIE
Governor

BRIAN SCHATZ
Lieutenant Governor

RICHARD LIM
Director



ORLANDO "DAN" DAVIDSON
Executive Officer

LAND USE COMMISSION
Department of Business, Economic Development & Tourism
State of Hawai'i

Statement of
Orlando Davidson
Executive Officer
State Land Use Commission
Before the

SENATE COMMITTEE ON WAYS AND MEANS
March 28, 2011 at 9:00 a.m.
Room 211, State Capitol

In consideration of
H.B. 200 HD1
RELATING TO THE STATE BUDGET.

The State Land Use Commission (BED103) supported H.B. 200. It provided for a total operating budget of \$488, 771; covering a staff of five employees who provide support to the nine member volunteer Land Use Commission .

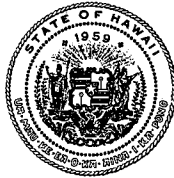
As you know, the Commission is a regulatory agency whose mission is to preserve, protect, and encourage the development and preservation of lands in the State for those uses to which they are best suited in the interest of public health and welfare of the people of the state of Hawai'i through the implementation of the State Land Use Law, Chapter 205, Hawai'i Revised Statutes.

The Commission has remained busy throughout the last several years of a difficult economy. Over a dozen active petitions for land use changes, covering over 5,000 acres, are presently before the Commission. In addition, the Commission is engaged in hearings on pending petitions for designation of agricultural land as "Important Agricultural Land" pursuant to recent and important legislative IAL enactments.

Given this workload, the proposed reduction of \$15, 759 to the Commission's budget contained in HB200 H.D. 1 may begin to negatively affect the Commission's ability to perform its statutory duties as set forth in chapter 205, HRS. The Commission staff already has lost its only clerical position due to cuts made by the prior administration. By law, neighbor island travel by the Commission is required in order to hear petitions originating in Maui County, Kaua'i County, and Hawai'i County, respectively. These hearings also allow the affected communities to fully participate in these important decisions. The ability to conduct such hearings will become more difficult if additional budget cuts occur.

Accordingly, The Commission respectfully requests that the \$15, 759 reduction for BED103 imposed in HB200 H.D.1 be restored by the Senate.

Thank you very much for this opportunity to present the Commission's viewpoint.



STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS

P.O. BOX 1879
HONOLULU, HAWAII 96805

TESTIMONY OF ALAPAKI NAHALE-A, CHAIRMAN
HAWAIIAN HOMES COMMISSION
BEFORE THE SENATE COMMITTEE ON WAYS AND MEANS

HB 200 HD 1, RELATING TO THE STATE BUDGET

March 28, 2011

Chair Ige, Vice-Chair Kidani and Members of the Committee:

The Hawaiian Homes Commission and the Department of Hawaiian Home Lands understand the state's difficult financial position, but we respectfully ask that your committee consider the following points as they relate to our positions, our CIP requests, and the Act 14 payment for this fiscal year, as funded in HB 200 HD 1.

The current version of the budget reflects the following adjustments to our HHL 625 Program, Management and General Support for Hawaiian Homesteads:

- a. Five (5) special funded positions were restored but was funded one (1) dollar instead of the \$212,419 amount requested.
- b. Three (3) federal funded positions were created but were funded two (2) dollars instead of the \$143,035 amount requested.
- c. Three (3) trust funded positions were restored but was funded one (1) dollar instead of the \$227,338 requested.
- d. Two (2) trust fund position counts that were identified for conversion from temporary to permanent status were overstated (NAHASDA Administrator and NAHASDA Administrator Assistant).

DHHL Testimony
HB 200 HD 1
Senate Committee on Ways and Means
March 28, 2011

The funding of the restored and new positions is financed by DHHL's special and trust funds, or federal funds, and does not affect the State's general funds.

The projects listed in our CIP proposal are water development and waste water projects and the proposed reduction directly and negatively impact DHHL's ability to continue development of its lands for homesteading purposes in fiscal years 2012 and 2013. There are no current alternatives available for the capital improvement project budget request reductions. Those projects will return to the queue until trust funds can be made available.

Finally, in HB 200 HD 1, Part V Section 27 reads that:

"Provided that of the general obligation bond fund appropriation for construction to authorize the transfer of general obligation bond funds to the Hawaiian home lands trust fund to satisfy the provisions of Act 14, Special Session Laws of Hawaii 1995 (BUF 101), the sum of \$300,000 for fiscal year 2011-2012 shall be used for plans and design to upgrade and make operational Well No. 8-6547-003, Kawaihae, Hawaii."

We respectfully remind your committee that the authority to determine how to expend the Act 14 (1995) payments rests with the Hawaiian Home Commission.

Thank you for the opportunity to testify on this measure.



HAWAII COMMUNITY
DEVELOPMENT AUTHORITY



Neil Abercrombie
Governor

C. Scott Bradley
Chairperson

Anthony J. H. Ching
Executive Director

461 Cooke Street
Honolulu, Hawaii
96813

Telephone
(808) 594-0300

Facsimile
(808) 594-0299

E-Mail
contact@hcdaweb.org

Web site
www.hcdaweb.org

STATEMENT OF

ANTHONY J. H. CHING, EXECUTIVE DIRECTOR
HAWAII COMMUNITY DEVELOPMENT AUTHORITY

BEFORE THE

SENATE COMMITTEE ON WAYS AND MEANS

MONDAY, MARCH 28, 2011

9:00 A.M.

State Capitol, Conference Room 211

H.B. 200, H.D. 1 – RELATING TO THE STATE BUDGET

Purpose: Establishes the Budget (government program and capital improvement project appropriations) for the State of Hawaii.

Position: The Hawaii Community Development Authority (HCDA) provides comments only on those portions of the State Budget that relate to BED 150 and defers comments on all other portions of the proposed budget to affected state programs and agencies.

No General Fund Program Appropriation. The House draft of the State Budget provides no general fund program appropriation for the HCDA. The HCDA has not and does not request any such appropriation.

Authorization to Expend Special Funds for Operating and Personnel Costs. The HCDA routinely requests legislative appropriation (authorization to expend special funds for specified operating and personnel costs) from the HCDA Revolving Fund. The specifications for the appropriation contained in the House Draft of the State Budget are consistent with the administration's and agency request. This appropriation does not have any impact upon the balance of the State General Fund. No change to these amounts is requested.

Capital Improvement Project (CIP) Appropriation. The House Draft of the State Budget contains the administration's and the agency's request for two CIP appropriations.

1. The first request for \$1.855M covers the personnel and fringe benefit cost of 19 of the agency's 23 positions.
2. The second request covers projected plan, design and construction costs for a Kualakai Road Extension Energy Corridor Project to serve the Kalaeloa Community Development District.

Both requested CIP project appropriations in the House Draft of the State Budget are consistent with the administration's and agency's request. No change to these amounts is requested.

CIP Project Staff Justification. The HCDA has been charged by the State Legislature with the planned development of communities in the Kakaako and Kalaeloa Community Development Districts. The performance of its mandates requires that the agency employ planning, engineering, administrative and asset management professionals. The agency's 19 CIP project staff provide mission critical services that carry out the agency's mandate. Continuance of these project staff positions is required for the agency to continue its current program of community and economic development in Kakaako and Kalaeloa. Project staffs are currently managing nearly \$50M of special and revolving fund projects and activities that are a "part of the solution" to our State's current economic downturn. Your continued support is requested.

CIP Request for Kualakai Road Extension Energy Corridor Appropriation. Our state's dependence on imported oil is well documented. Reduction of this dependence is a critical part of our state's long term recovery. The construction of this Energy Corridor will support the connection of up to 25MW from sustainable solar photo voltaic (PV) power generating facilities being established in Kalaeloa.

The project will also enable electrical service to be provided to the Coast Guard Base at Kalaeloa and other future developments in the area. Approval of this CIP appropriation will bring immediate short and long term benefits to the State of Hawaii. Your support for this request is requested.

Thank you for the opportunity to provide comments on these budget requests.



**STATE OF HAWAII
BOARD OF EDUCATION**

PO BOX 2360
HONOLULU, HI 96804

OFFICE OF THE STUDENT MEMBER

March 28, 2011

**TESTIMONY TO THE STATE SENATE
COMMITTEE ON WAYS AND MEANS (WAM)**

**State Capitol
415 S Beretania St.
Honolulu, HI. 96819**

Good morning Chairman Ige, Vice-Chair Kidani, and Members of the Committee,

I am Mark Dannog, the current Student Member of the Hawaii State Board of Education, the official representative of more than 178,000 public school students in the state. I testify before you today to firmly state my opposition to further cuts to the Department of Education's operating budget as reflected in HB 200, HD 1, as well as to urge you to do all in your power to protect public education.

Over the past two years, as a result of challenging financial hardships for the state, the Department of Education suffered and is still suffering through an unprecedented nearly half-billion dollar budget reduction, which unfortunately resulted in furloughs, layoffs, program and funding cuts, and increases in school fees. Hawaii's public schools can no longer withstand any more drastic cuts to education; students, families, teachers, and principals are making heartbreaking sacrifices and have become overburdened.

Hawaii is still deep in the woods of this unpredictable financial crisis and while the Governor, the Legislature, and everyone else keeps repeating how 'we are all in this together' and how 'we must all contribute and make sacrifices', such burdens cannot be dropped on those who are most vulnerable and defenseless during this time of difficult choices, the children. DOE budget reductions including a proposed additional reduction of \$55 million, amounts to approximately \$114.7 million in reductions over the next two fiscal years.

The Governor and Legislature has firmly stated their support for public education and making it a top priority. Further actions of hacking away at education will deceive your words and the people, who have also demanded further accountability and prioritizing of public education. The welfare and interests of the students must precede the controversy of money even under dire circumstances.

The Legislature must look at other alternatives to reduce the deficit, such as increasing the General Excise Tax over the next fiscal year, or two fiscal years, and/or temporarily suspend tax exemptions for companies who've had this leisure for years. I am neither an economist nor financial expert, but such options are perhaps the most sensible, practical, and livable so far.

I agree that sacrifices must be made and measures taken in order to keep our canoe from sinking, however, there is nothing more the students can sacrifice, but rather, to risk their education and future. Our investments must be made in Hawaii's future to ensure that more prosperous days are ahead.

On behalf of the students, I strongly urge and trust that the Legislature will recognize the value of education and realize how greatly our schools have suffered and will continue to suffer.

Mahalo E Malama Pono,

A handwritten signature in black ink, appearing to read "Mark Dannog". The signature is fluid and cursive, with a large, stylized initial "M" and a long, sweeping underline.

Mark Dannog, Student Member
Board of Education



STATE OF HAWAII
STATE COUNCIL
ON DEVELOPMENTAL DISABILITIES
919 ALA MOANA BOULEVARD, ROOM 113
HONOLULU, HAWAII 96814
TELEPHONE: (808) 586-8100 FAX: (808) 586-7543
March 28, 2011

The Honorable David Y. Ige, Chair
The Honorable Michelle N. Kidani, Vice Chair
Senate Committee on Ways and Means
Twenty-Sixth Legislature
State Capitol
State of Hawaii
Honolulu, Hawaii 96813

Dear Senators Ige and Kidani and Members of the Committee:

SUBJECT: HB 200 HD1 – RELATING TO THE STATE BUDGET.

The position and views expressed in this testimony do not represent nor reflect the position and views of the Department of Health.

The purpose of HB 200 HD1 is to appropriate funds for the operating and capital improvement budget of the Executive Branch for fiscal years 2011-2012 and 2012-2013.

The State Council on Developmental Disabilities (DD) has the following positions on HB 200 HD1 with respect to specific programs:

1. Program ID HTH 905 – Developmental Disabilities Council

Page 22 of HB 200 HD1

Page 362 of the Legislative Budget System Budget Worksheet

The Council **opposes SEQ # 80-222 that adds \$1.00 for increased DD Council Grant**. That amount represents \$1.00 in Federal funds to increase the Council's DD Grant. We understand the House is currently taking the request for an increase in the program's Federal ceiling under advisement.

The program requested an increase in the Federal ceiling by \$16,482 to accommodate the increase in the Federal grant to DD Councils under P.L. 111-117, The Consolidated Appropriations Act of 2010. This amount represents the increase in Federal funds from \$462,315 to \$478,797. A letter dated February 4, 2010 from Joseph M. Lonergan,

Director of the Office of Mandatory Grants, Administration for Children and Families, confirming the Federal allotment of \$478,797 was received by Department of Health, Administrative Services Office, on February 11, 2010. Former Governor Lingle approved the request to increase the Federal ceiling on March 11, 2010.

The increase in the Federal fund ceiling would enable the DD Council to implement its State Plan activities in a timely and efficient manner. The allocation has already been awarded by the U.S. Administration on DD. Without the increase in Federal ceiling, the Council would not be able to fully carry out its State Plan activities.

The Council humbly asks for your support to increase its Federal ceiling by adding \$16,482 in Federal funds to accommodate the Federal allotment from the U.S. Administration on DD.

2. Program ID HTH 501-Developmental Disabilities

Page 19 of HB 200 HD1

Page 312 of the Legislative Budget System Budget Worksheet

The Council **strongly supports SEQ # 80-001 that adds funds for the Home and Community Based Services Waiver Program.** The Council supports the request for additional funds of \$9,914,213 for FY 2012 and an additional \$11,212,698 for FY 2013 to restore general funds to the Home and Community Based Services Medicaid Waiver Program budget. These additional amounts are necessary to restore funds due to the decrease in the Federal Medical Assistance Percentage for DD Division, and are the necessary amounts to maintain the current level of services being provided under the program.

The Council humbly asks for your support of the additional funds for the Home and Community Based Services Medicaid Waiver Program.

3. Program ID HTH 560 - Family Health Services

Page 19 of HB 200 HD1

Page 326 of the Legislative Budget System Budget Worksheet

The Council **opposes SEQ # 86-222 that adds \$1.00 in general funds for early intervention services.** We understand that the House is currently taking the Governor's request for additional funds for early intervention services under advisement. We support the Governor's request in his message dated February 22, 2011, for additional general funds of \$2,124,192 for FY 2012, and \$2,124,192 for FY 2013 for the provision of early intervention services.

The Honorable David Y. Ige, Chair
The Honorable Michelle N. Kidani, Vice Chair
Page 3
March 28, 2011

The Council humbly asks for your support of the additional funds for early intervention services.

Thank you for the opportunity to present testimony relating to HB 200 HD1.

Sincerely,



Liz Ann Salvador
Chair



Waynette K.Y. Cabral, MSW
Executive Administrator

TESTIMONY
HB 200 HD1 - Relating to the State Budget

The Honorable David Y. Ige, Chair
Senate Committee on Ways and Means
Twenty-Sixth Legislature
State Capitol
State of Hawaii
Honolulu, Hawaii 96813

Dear Senator Ige and Members of the Committee:

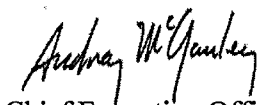
SUBJECT: HB 200 HD1 – RELATING TO THE STATE BUDGET.

My name is Audrey McGauley RN. Thank you for the opportunity to tell you that I am support of HB 200 HD1 specifically under Program ID HTH 501-Developmental Disabilities (DD). I am in strong support of DD Division's request for additional funds of \$9.9 million for FY 2012 and an additional \$11.2 million for FY 2013 which will restore general funds to the DD Home and Community Based Services Medicaid Waiver Program budget. These additional amounts are necessary to cover the decrease in the Federal Medical Assistance Percentage (FMAP) and are the minimum amounts to maintain the current level of services being provided under the program.

As CEO of ARC of Maui County I speak for so many people with developmental disabilities and their families on Maui, Molokai, Lanai and in Hana. Participants in the DD/ Waiver Program at ARC of Maui receive services that are essential for their health and safety. We run lean without fluff. ARC of Maui seeks outside sources like Hawaii Community Foundation to support the Medicaid dollars afforded our clients. The value of the program extends beyond the clients we serve. Our low income staff have jobs and health care. This in turn supports our community. It is truly a win-win program. Please support the current level of DD/Waiver services even as the FMAP decreases.

Thank you to the Ways and Means Committee for the opportunity to provide this testimony on HB 200 HD1.

Sincerely,



Chief Executive Officer
ARC of Maui County

March 25, 2011

Committee on Ways and Means
Senator David Y Ige, Chair
Senator Michelle Kidani, Vice Chair
State Capitol

Re: Hearing: HB200 HD1 Relating to the State Budget
Scheduled 9:00am Monday March 28, 2011 Room 211

Dear Senator Ige, Senator Kidani and the members of the Committee on Ways and Means:

My name is Gretchen Lawson; I am the President and CEO for the Arc of Kona, a private, not for profit organization supporting people with disabilities on the island of Hawaii. The Arc of Kona has delivered services and supports for people with disabilities since 1962 and has been incorporated in the State of Hawaii since 1965. Currently the organization offers therapeutic skills training, behavioral supports, employment and training residential assistance and transition from school to work. The Arc of Kona strives to insure people with intellectual disabilities have an opportunity to contribute their abilities to the communities that support them.

I strongly support for HB 200 HD1 and urge the committee to approve the Developmental Disabilities Division's (of the DOH) additional budget request under Program ID-HTH 501 for 9.9 million for FY2012 and 11.2 million for FY2012 to restore general funds to the DD Home and Community Based Services waiver program budget due to the decrease in the Federal Medical Assistance Percentage (FMAP). These budget requests are the absolute minimum needed to maintain the current level of service and are critical to the health and well being of the individuals supported in the H&CBS program.

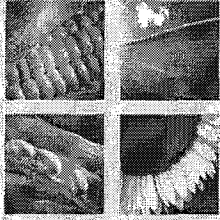
Included in the general fund request are the funds necessary to continue the per diem payment for residents housed in the licensed domiciliary homes for people with Intellectual/developmental disabilities. Arc of Kona operates the only licensed domiciliary home on the big island and without this per diem allotment, would not be able to maintain the required level of service to insure continuance the service thus it would mean the loss of homes for this population.

Once again, I reiterate my strong support for HB 200 HD1 with the level of funding required to support the ID/MR population. Thank you for your approval of this measure.

With Appreciation

Gretchen Lawson

President/CEO
Arc of Kona



Hawaii Crop Improvement Association

Growing the Future of Worldwide Agriculture in Hawaii

Testimony By: Alicia Maluafiti, Executive Director

HB 200 HD 1 – Relating to the State Budget
The Senate Committee on Ways and Means
Monday, March 28, 2011
Room 211, 9 a.m.

**HCIA 2010-2012
Board of Directors**

President
Fred Perlak

Vice President
Laurie Goodwin

Treasurer
John Anderson

Secretary
Allka Napier

Directors At Large

David Gilliland
Cindy Goldstein
Adolph Helm
Kirby Kester
Steve Lupkes
Mark Phillipson
Mark Stoutemyer
Alan Takemoto

Past President
Adolph Helm

Executive Director
Alicia Maluafiti

Position: Support with Amendments

Aloha Chair Ige, Vice Chair Kidani, and members of the Committee:

My name is Alicia Maluafiti, Executive Director of the Hawaii Crop Improvement Association, a nonprofit trade association representing the seed industry in Hawaii. HCIA supports HB 200 HD 1 relating to the state budget but proposes an amendment for your consideration.

To the support the viability of agriculture on Oahu and address the irrigation needs of farmers in the Kunia corridor, **please include a CIP line item within the Dept. of Agriculture budget for the Waiahole Irrigation System of \$500,000 for FY11/12 and \$2.5 million for FY12 /13.**

HCIA seed companies are vested in the agricultural future of our state and as active members of the broader agricultural community, they have invested millions into improving the irrigation, buildings and other infrastructure to support not only their own operations, but the farmers around them. Most of the 100-year old irrigation systems utilized by the seed companies and other farmers are now owned by the state, are in a sad state of disrepair, and face serious maintenance issues. Any disruption in delivering water to farmers - especially through the Waiahole Irrigation System - could severely impact the future of agriculture on Oahu.

HCIA respectfully requests your support of HB 200 HD 1 with our proposed amendment. Mahalo for the opportunity to comment.

MONSANTO CO.
94-520 KUNIA ROAD
KUNIA, HAWAII 96759

TESTIMONY BEFORE THE
SENATE COMMITTEE ON WAYS AND MEANS

MARCH 28, 2011

TESTIMONY ON HB 200, HD 1

Chair Ige, Vice Chair Kidani, and members of the committee:

My name is Alan Takemoto, Community Affairs Manager for Monsanto.

We respectfully request that a CIP line item be inserted in HB 200, HD 1, for the Department of Agriculture's budget (AGR 161) for the plans, design, and construction for the replacement of siphons and other related improvements to the Waiahole Irrigation System in the amount of \$500,000 for FY 11-12 and \$2,500,000 for FY 12-13.

The Waiahole Irrigation System is a vital and critical irrigation system that services thousands of acres of prime agricultural lands in central Oahu. There are over 50 farm businesses that rely on Waiahole Irrigation System that produce vegetables, nurseries, seed, aquaculture, and agricultural research operations. There are over 2,000 jobs that have been generated by these farm businesses in the central Oahu region and have positive affects on other businesses.

The Waiahole Irrigation System is a hundred year old system that needs regular capital improvements. This is a critical and necessary infrastructure improvement to avoid failures in the system. There are a total of 4 siphons that needs to be replaced. One of the siphons has been identified as a priority which this bill addresses. There will be a need in the next few years to replace the other remaining siphons.

The Agribusiness Development Corporation (ADC) owns and manages the maintenance of this system and we appreciate all that they do with minimum staff. We are here to support their good work by providing the necessary funding to make necessary and critical improvements to the Waiahole Irrigation System.

Monsanto is a member of the Kunia Water Cooperative which is the organization that represents all of the farming businesses utilizing the water from the Waiahole Irrigation System. We are also members of our trade organization the Hawaii Crop Improvement Association. Our Kunia operation is at the end of the Waiahole Irrigation System and fully relies on the consistent delivery of agricultural water. Monsanto employs about 300 employees at our Kunia farm site and has invested tremendously in our facilities in the Kunia region.

The entire farming community in the central plains of Oahu is at risk if we do not appropriate these funds to maintain a very important water system such as the Waiahole Irrigation System.

Thank you.

Written Statement of
YUKA NAGASHIMA
Executive Director & CEO
High Technology Development Corporation
before the
SENATE COMMITTEE ON WAYS AND MEANS
March 28, 2011
9:00 AM
State Capitol, Conference Room 211

In consideration of
HB 200 HD1 RELATING TO THE STATE BUDGET.

Chair Ige, Vice Chair Kidani, and Members of the Senate Committee on Ways and Means.

The High Technology Development Corporation (HTDC) is providing testimony on HB 200 HD1, specifically; to the impact it has on HTDC's budget and programs.

The mission of HTDC (BED143 TE) is to facilitate the growth and development of the commercial high technology industry. The continued development and growth of the technology and innovation sector, including improvement to technology centers and assistance of entrepreneurs is a high priority in the Governor's "A New Day in Hawaii" plan. HTDC has mapped out its mission and activities for the biennium so that they are in alignment with the Governor's document not only for the "Technology and Innovation" section but also for "Small Business and Entrepreneurship" and others. HB200, HD1 includes changes to three budget requests submitted through the Governor's message and a reduction to our general fund appropriation by \$27,290. The impact(s) of these changes are described as follows; with HSBIR grants item (Sequence No. 80-222) being our first priority of the list, and the HF Adjustment as our second priority (Sequence No. 1060-001).

Operating Budget

Sequence No. 80-222, Additional Funding for HSBIR grants:

The amount was reduced from \$260,000 to \$1 with the House currently taking the request under advisement. It is anticipated that there will be increased demand for R&D funding through the SBIR program due to loss of alternative sources such as the elimination of federal earmarks and Act 221. Without additional funding, HSBIR awards will have to be potentially spread amongst more applicants resulting in smaller dollar amounts with which the companies can compete for more federal funding through SBIR Phase II. Not only is this goal in alignment with the Lieutenant Governor's "Fair Share Initiative" but winning of Phase II awards (up to \$750,000 per award) means immediate job creation and retention of

high paying innovation economy jobs, which in turn, generates payroll taxes and other revenues that will be of economic benefit to the State of Hawaii.

Sequence No. 81-222, Comprehensive Survey of Desirable Sites on Oahu for Incubation Center(s):

The amount was reduced from \$150,000 to \$1 with the House currently taking the request under advisement. Lack of funding will delay the ability to conduct a comprehensive survey of the most desirable sites on Oahu for incubation center(s) and explore financing mechanisms. This not only affects relocating incubation center activities at the Manoa Innovation Center due to its impending land lease expiration on April 2015 but also development plans for additional centers as addressed in the Governor's A New Day in Hawaii plan.

Sequence No. 82-222, Hawaii Center for Advanced Transportation Technologies Appropriation Increase:

The amount was reduced from \$2,013,360 to \$1 with the House currently taking the request under advisement. HTDC will have to request the Governor's approval to increase the allotment during the applicable fiscal year if the appropriation increase is not approved by the legislature as part of the budget submittal.

Sequence No. 1060-001, HF Adjustment – Reduce Funds Due to Fiscal Constraints:

House Finance reduced the general fund appropriation by (\$27,290). The reduction of general funds will possibly transfer the burden to fund these budgeted expenses to the HTDC Special Fund. HTDC will need to reassess its operational need to determine if any of the targeted expenses can or must be eliminated or can be continually absorbed by the special fund in future years.

CIP

Item No. A-13, Chiller Replacement with Energy Efficient Technologies at MRTC, Maui for \$734,000:

Although the budget request has been approved by HF, the detailed information in HD1 reflects different amounts in the cost elements from those in the original CIP table P submittal and combines construction and equipment amounts into the cost element for construction. The bill does include section 40, which allows the Governor to approve reallocations between cost elements but am not sure if the amounts included on the budget worksheet was intentionally inputted that way (since the appearance of \$1 in cost elements looks consistent with some other CIP requests) or is an error. The budget worksheet reflects \$1 for plans, \$1 for design and \$732 for construction, whereas the original submission budgeted \$25 for plans, \$69 for design, and \$200 for construction and \$440 for equipment. HTDC is requesting that the information on the budget worksheet be changed to reflect the original Table P information if it will present a problem in actually allotting the appropriation.

Thank you for the opportunity to submit testimony on this bill.

Statement of
LAURENCE SOMBARDIER
Interim Executive Director
Natural Energy Laboratory of Hawaii Authority
before the
SENATE COMMITTEE ON WAYS AND MEANS

Monday, March 28, 2011
9:00 PM
State Capitol, Conference Room 211

in consideration of
HB 200
RELATING TO THE STATE BUDGET.

Chair Ige and Members of the Senate Committee on Ways and Means.

The Natural Energy Laboratory of Hawaii Authority (NELHA) strongly supports HB 200 as it relates to the Authority. In particular, the bill provides capital improvement funds for upgrades to the mooring system of NELHA's 40" deep seawater pipeline. The upgrades will reduce the risk of an impending catastrophic failure of the pipeline. A failure could result in a hazardous situation for mariners. The project is shovel ready and in addition to providing temporary jobs will extend the life of the pipeline up to 20 years. The pipeline provides deep seawater to over 20 aquaculture and ocean research tenants (including OTEC renewable energy) at NELHA.

Thank you for the opportunity to offer these comments.



Hawaii Agriculture Research Center

Administration: P.O. Box 100, Kunia, HI 96759

Ph: 808-621-1350/Fax: 808-621-1359

a member of the
Kunia Water Cooperative

TESTIMONY BEFORE THE SENATE COMMITTEE ON WAYS AND MEANS

HOUSE BILL 200, HD1

RELATING TO THE STATE BUDGET

March 28, 2011

Chairman Ige and Members of your Committee:

My name is Stephanie Whalen. I am Executive Director of the Hawaii Agriculture Research Center (HARC). I am testifying today on behalf of the center and our research and support staff. I also am the President of the Kunia Water Cooperative and I am testifying on its behalf

HARC strongly supports inserting into House Bill 200, HD1 a CIP line item for \$500K for FY 11-12 and \$2.5 million for FY 12-13 for the Waiahole Irrigation System.

HARC is a non-profit organization whose mission is to support agriculture in Hawaii through research and infrastructure preservation. Its experiment station is located at the urban/agricultural boundary in the Kunia agricultural area, essentially the gateway to this agricultural district. It has been stated in the past as being located among some of the best agricultural lands in the state. In the sugar era it produced some of the highest yields on record. It continues to show that with other crops.

HARC recently agreed to an agricultural easement on the property to protect this land for agricultural production in perpetuity. This prevents the encroachment of urbanization in the future as desired by the surrounding communities and expressed in the Central Oahu and Ewa Development plans.

The only source of agricultural water for HARC is the Waiahole Irrigation System. The Board of Water Supply limited the use of potable water to domestic use on this parcel and where available to other agricultural operations in the area. Without water there can be no viable agriculture on this land as it receives very little rainfall.

The federal government and the state hold this agricultural easement requiring that the land remain in agriculture. Consequently, there is a public interest in ensuring that water is available to this property.

An additional state interest in the Waiahole Irrigation System is a 150-acre parcel owned by the state, located in Kunia, and destined to be one of its agricultural parks. The Department of Agriculture recently requested an allocation of water from the Water Commission from the Waiahole system to service the tenants of this new agricultural park.

The **Kunia Water Cooperative** was established to represent the producers using the Waiahole Irrigation System. It has 9 members and over 50 farms are serviced. For the majority of farms this is the sole source of water for their crops. For much of the acreage in the Kunia area developing a well is not an option. Under most of these lands the aquifer allocation has already been meted out.

The system is made up of a series of natural dikes and tunnels, 7 siphons, and open ditches. The system remarkably uses gravity to transport water for 25.3 miles through the central plain. Cooperative members along the ditch help in maintaining the integrity of the ditch as the Waiahole Irrigation System maintenance crew is too small to deal with all the maintenance issues for this system.

Three of the 7 siphons have been repaired but the other four remain perilously deteriorated. If one or more of these siphons collapse it would take several months to get the system back in service. It took over 18 months for one of the siphons in the Wahiawa Irrigation System to be replaced after a major storm took it out a few years back. Considering the number of farms, the diversity of crops, the economic contribution of this area and the 1,000s of acres of this prime agricultural area, support for irrigation infrastructure needs to be a high priority.

It is the desire of the Kunia Water Cooperative (KWC) and HARC that this system be made less risky over the next several years by approving this proposed measure and advancing it to the next committee. **Any of the 4 remaining siphons could break at any time and the users would have no water for several months waiting for a repair.**

HARC and the KWC strongly support efforts to maintain and improve the irrigation systems in Hawaii and for that reason respectfully request funding for the Waiahole Irrigation System be included in this measure. The sum requested would cover the planning, design and construction of 1 of the 4 siphons in need of repair.

HARC is supportive of the requests for all the agricultural water systems listed in this proposed bill over the biennium. HARC is appreciative of the legislature's past support and continuing recognition of repair needs for agricultural water systems in the state. These are valuable investments in the food, feed and fuel needs for the current and future generations.

We strongly urge you to insert a CIP line item for \$500K for FY 11-12 and \$2.5 million for FY 12-13 for the Waiahole Irrigation System and thank you for the opportunity to testify.



CATHOLIC CHARITIES HAWAII

**TESTIMONY IN SUPPORT OF HB 200, HD1: RELATING TO THE STATE BUDGET
(RE: Iwilei Senior Rental Housing Project)**

TO: Senator David Ige, Chair, Senator Michelle Kidani, Vice Chair, and
Members, Committee on Ways and Means

FROM: Betty Lou Larson, Legislative Liaison, Catholic Charities Hawaii

Hearing: Monday, 3/28/11; 9:00 am; Room 211

Chair Ige, Vice Chair Kidani, and Members of the Committee on Ways and Means:

Thank you for the opportunity to provide written testimony in support of funding for the Iwilei Senior Rental Housing project which is part of HB 200, HD1. I am Betty Lou Larson, Legislative Liaison for housing and homelessness issues. Catholic Charities Hawaii supports funding for the Iwilei Senior Housing Project.

Catholic Charities Hawaii offers a wide range of services to help maintain the elderly as active and involved residents of our communities. Housing is one of the core needs of seniors, especially affordable rental housing. Seniors on fixed incomes often cannot compete in the regular rental market. Our Housing Assistance Program (HAP) assists over 450 elders each year to search for affordable rentals. Many of these seniors are facing homelessness due to fixed incomes. HAP finds that most affordable senior housing projects in the Honolulu area have waiting lists of over 1 to 5 years. With the growing wave of baby boomers turning 62, projects like Iwilei are critical to meet the needs of the elderly in our community.

The Iwilei Senior Rental Project is in a good location, close to popular and low cost shopping in Chinatown, as well as on bus and transit lines. The project is ready to begin construction, but needs this final piece of funding to make the project feasible. The addition of 160 units of senior rentals in this project would improve the area and give seniors hope for the future.

If the State is looking for projects that could also have an impact on job creation and the economy, this project is ready to begin.

Catholic Charities Hawaii strongly supports increasing affordable housing opportunities for seniors. We urge you to support funding for the construction of this new affordable senior rental project.



Board of Directors

President: Wanda Villareal, Goodwill Industries of Hawaii, Inc.

Vice-President: Mike Tamanaha, The Arc in Hawaii

Secretary: Charles Braden, Responsive Caregivers of Hawaii

Treasurer: Stone Wolfson, Full Life

Jay Raymundo, Aloha Habilitation Services, Inc.

Sandee Yoro, SECOH

Ellen Ching, Easter Seals Hawaii

Vicki Linter, The Arc of Hilo

Malissa Matsumura, Ka Lima O'Maui

Honorary: Melissa Gibo, Catholic Charities Hawaii

Charter Member Agencies

Goodwill Industries of Hawai'i, Inc.

Lanakila Rehabilitation Center, Inc.

SECOH

The Arc in Hawaii

Sustaining Member Agencies

Aloha Habilitation Services, Inc.

Easter Seals Hawaii

Basic Member Agencies

Advantage Health Care

CARE Hawaii

Catholic Charities Hawaii

Full Life Corporation

Hawaii Health Services

Heaven's Helpers, Inc.

Ka Lima O'Maui

Metrocare Hawaii, LLC.

Molokai Occupational Center

ORI (Opportunities and Resources, Inc)

Paradise Nursing Workforce

Preferred Home & Community Based Services

Quality Behavioral Outcomes, LLC

Responsive Caregivers of Hawaii

The Arc of Hilo

The Arc of Kona

The Institute for Family Enrichment



March 26, 2011

HB 200 HD1 - Relating to the State Budget

The Honorable David Y. Ige, Chair
Senate Committee on Ways and Means
Twenty-Sixth Legislature
State Capitol
State of Hawaii
Honolulu, Hawaii 96813

Dear Senator Ige and Members of the Committee:

SUBJECT: HB 200, HD1 – RELATING TO THE STATE BUDGET.

Position: The Hawaii Waiver Providers Association (“HWPAA”) is in strong support of Medicaid Waiver funding but has concerns regarding cuts to the Developmental Disabilities Division in HB 200, HD1.

The Hawaii Waiver Providers Association (HWPAA) is a statewide association comprised of 24 Developmental Disabilities Medicaid Waiver Service Providers providing leadership to collaborate and shape the service system to meet the needs of people with developmental disabilities. Founded in 2001, HWPAA's mission is to provide the necessary resources to develop, strengthen, and attain the highest standards of excellence for people with intellectual and developmental disabilities.

The HWPAA is in strong support of the restoration of general funds to maintain the current level of services provided by the DD Home and Community Based Services Medicaid Waiver program for individuals with intellectual and developmental disabilities as provided in HB 200, HD1 (HTH 501). This will compensate for the decrease in the Federal Medical Assistance Percentage.

However the HWPAA is very concerned that HB 200, HD1 also reduces the DD Division budget (HTH 501) by \$2.6 million in general funds.

The negative impact of the deletion of \$2.6 million will result in (1) loss of homes for people with intellectual disabilities, (2) reduction of services for people in crisis, (3) loss of services for people who cannot access the Medicaid Waiver and (4) reduction of case management coordination and monitoring of services. These are cuts that would directly impact the health and safety of individuals and be placed on a service system that has already been pared down to essential direct services over the past 2 years.

Please restore the \$2.6 million in general funds for direct services for individuals with intellectual disabilities.

Thank you for the opportunity to testify on HB 200, HD1,

Mike Tamanaha, Vice President
Hawaii Waiver Providers Association

CSI, Inc.
Comfort Security Independence

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP CONSTRUCTION OF SENIOR
RESIDENCE AT IWILEI

CSI Inc. is writing in support of including \$26 million in capital improvement project monies for the construction of the Senior Residence at Iwilei in the 2012 state budget. The complex will be located at 888 Iwilei Road. As you may be aware, this 15-story senior housing project is construction ready and has already received required City permitting. This is a Hawaii Housing Finance and Development Corporation project.

Senior Residence at Iwilei will have 160 units of affordable senior housing. Of these 160 units, 14 will be two-bedroom units and the balance will be one-bedroom units. One of the two-bedroom units will be for the resident manager; the rest will be for seniors who make less than 60% of Area Median Income. AMI for Honolulu in 2010 was \$81,700 for a family of four. Forty of the one-bedroom units will be for seniors making less than 50% of AMI and the remaining 106 one-bedroom units will be reserved for seniors making less than 60% of AMI.

The need for affordable housing on Oahu for all age groups is obvious. Constructing affordable senior housing opens up housing units for others. Currently, there are approximately 10,000 people on the waiting list for Hawaii Public Housing Authority apartments. The construction of the Senior Residence at Iwilei will indirectly help to reduce this backlog.

In addition to providing much needed senior housing, the construction of Senior Residence at Iwilei will also give a boost to the hard-hit construction industry. With the permits already in place, construction can begin as early as this fall putting dozens if not hundreds of people back to work. This will help circulate money throughout our economy ensuring that the people of Hawaii will withstand this economic crisis that we are going through.

In addition, because of its location only a few hundred yards from a proposed station on the City's rail line, this project dovetails perfectly with the City's transit oriented development goals. Building affordable housing before rail arrives is critical because of the almost inevitable rise in land prices along the rail route once it is operational

Because the Senior Residence at Iwilei have been under consideration since the late 1990's, if the money for it is not appropriated soon the project will probably be cancelled. The City permits were scheduled to lapse last year, but were extended to give the developer time to do enough work to justify a further extension.

For the reasons articulated above, the Senior Residence at Iwilei is at a now or never moment. We believe the pent up demand for affordable housing, the need to boost employment and the relatively low construction costs currently available all weigh heavily in favor of funding this worthy project.

Mahalo nui loa for your attention to this matter.

CSI, Inc.

Comfort, Security, Independence

"Assisting Hawaii's elders and people with disabilities to maintain or achieve a comfortable, secure and independent lifestyle through individualized daily money management and related asset management".

CSI is a private, nonprofit 501(c)(3) agency with highly trained financial case managers. Since 1987, CSI has provided financial services for the elderly and adults with disabilities. It is a safe, secure, reliable option for reasonably priced financial services.

TO: The Honorable David Y. Ige, Chair,
The Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP CONSTRUCTION OF SENIOR RESIDENCE AT
IWILEI

Project Dana, a volunteer caregivers program that provides assistance to older adults is in support of including \$26 million in capital improvement project monies for the construction of the Senior Residence at Iwilei in the 2012 state budget. The complex will be located at 888 Iwilei Road. As you may be aware, this 15-story senior housing project is construction ready and has already received required City permitting. This is a Hawaii Housing Finance and Development Corporation project.

Senior Residence at Iwilei will have 160 units of affordable senior housing. Of these 160 units, 14 will be two-bedroom units and the balance will be one-bedroom units. One of the two-bedroom units will be for the resident manager; the rest will be for seniors who make less than 60% of Area Median Income. AMI for Honolulu in 2010 was \$81,700 for a family of four. Forty of the one-bedroom units will be for seniors making less than 50% of AMI and the remaining 106 one-bedroom units will be reserved for seniors making less than 60% of AMI.

The need for affordable housing on Oahu especially for older adults is imminent and the appropriation for the project is listed on page 65 of HB 200.

I am in support of HB 200 Relating to the State Budget and the construction of the Senior Residence at Iwilei.

Thank you very much.

Rose Nakamura, Administrator

Project Dana

From: JARED A. WASHKOWITZ [JAW@opglaw.com]
Sent: Friday, March 25, 2011 10:04 AM
To: WAM Testimony
Cc: tim@fatlawfarm.com; Dennis J. Hwang
Subject: Testimony re HB 200

Testimony re HB 200 Relating to State Budget
State of Hawai'i Senate
Committee on Ways and Means

Hearing Information:

Date: Monday March 28, 2011
Time: 9:00 a.m.
Place: Conference Room 211, State Capitol, 415 South Berentia Street
Hearing Notice: http://www.capitol.hawaii.gov/session2011/hearingnotices/HEARING_WAM_03-28-11_.HTM

Testimony submitted by Tim Law, Fat Law's Farm, Inc. (tim@fatlawfarm.com):

Dear Committee Members:

I run a small family farm in the Kunia area. We are extremely dependent on the Waiahole irrigation system and respectfully request that the State's budget for the Waiahole system include \$0.5M for 2011-12 and \$2.5M for 2012-13. Local farmers such as myself desperately need this funding of our water supply so our farms can continue to put locally grown produce on the market. Budgeting these sums to support local farming is a positive use of public funds and will help farmers in this area succeed. Mahalo for your consideration of our farming needs.



Hawaii Farm Bureau

F E D E R A T I O N

2343 Rose Street, Honolulu, HI 96819
PH: (808)848-2074; Fax: (808) 848-1921

March 27, 2011

TESTIMONY

Re: HB200HD1 Relating to the State Budget

Chair Ige and Members of the Committee:

Hawaii Farm Bureau Federation on behalf of commercial farm and ranch families and organizations in the State requests your support of the following provisions in the State Budget.

Agriculture .. the growing of food and other products has generally been recognized as critical to Hawaii’s ability to increase our level of self sufficiency. Agriculture’s success is dependent on many elements and water is among the most critical. Maintenance of existing infrastructure, expansion of new sources to address increasing drought conditions as well along with providing critical information for policy and decision makers are critical to our future. We respectfully request your support in providing funding to:

A. Maintain the Department of Agriculture funding at status quo. During prior years, HDOA has taken a disproportionate share of cuts to their budget. Many of their functions are regulatory in nature and impact the movement of agricultural products to and from the State. Further cuts will further derail efforts to increase levels of local self sufficiency.

B. Restoring of staff in the Dam Safety Office in DLNR; The services provided by this office benefits not only users of dams and reservoirs but is really a resource protection for the public good (drinking water, public safety, etc.) \$1,000,000

C. Repair, maintenance and New source development
For 2011-2012

- (1) Waiahole irrigation system \$ 500,000
- (2) Agricultural Water Use and Development Plan \$ 400,000
- (3) Federal match for Irrigation System
Repair and Development \$ _____

For 2012-2013

(1) Waiahole irrigation system	\$2,500,000
(2) Federal match for Irrigation System Repair and Development	\$ _____

There is uncertainty about the amount of Federal dollars that will be available for a State match. We therefore, defer to the Department of Agriculture to provide updated information as it becomes available.

The Agricultural Water Use and Development Plan is required by the State Water Code and is urgently needed to provide information to the Water Commission during their deliberations. It also provides guidance for capital investments in water infrastructure.

Urgent repairs are needed on the Waiahole System identified in past reports. A significant part of Hawaii's food utilizes this system. Catastrophic failures to the system will have dire consequences. Funding is needed to prevent such occurrences.

We appreciate this opportunity to provide our opinion on this important matter. If there are questions, please contact Warren Watanabe at 2819718. Thank you.

ROBERT K. MATSUMOTO
Attorney at Law
345 Queen St., Suite 701
Honolulu, HI 96813
Telephone: (808) 585-7244
Facsimile: (808) 585-7284
Email: rkmbengoshi@hawaii.rr.com

No. of pages including this page: 2

DATE: March 26, 2011

TO: Senator David Y. Ige
Chair, Senate Ways and Means Committee

FACSIMILE NO. (808) 586-6659

RE: HB 200, HD 1 – Relating to the House Budget
Date & Time of Hearing: March 28, 2011 @ 9:00 a.m.
Conference Room 211

Dear Senator Ige:

I urge you to pass HB 200 out of committee with a strong recommendation for passage before the entire Senate.

I am in strong support of HB 200, HD 1 specifically under Program ID HTH 501- Developmental Disabilities (DD). I am also in strong support of DD Division's request for additional funds of \$9.9 million for FY 2012 and an additional \$11.2 million for FY 2013 which will restore general funds to the DD Home and Community Based Services Medicaid Waiver Program . These additional amounts are necessary to cover the decrease in the Federal Medical Assistance Percentage (FMAP) and are the minimum amounts necessary to maintain the current level of services being provided under the program.

I am also in strong support of the Governor's request for additional funds of \$2.1 million for FY 2012 and \$2.1 million for FY 2013 under Program ID HTH 560-Family Health Services for early intervention services.

As a parent of an adult son who is currently receiving services from the DD waiver program, I can see the enormous progress he is making in the said waiver program. Without this program not only my adult son but many others will regress in their development which I believe will only add to the financial liability of the State because this will force many otherwise work eligible adults to give up gainful employment, in whole or in part, to care for their adult children who are currently receiving services under the DD waiver program.

Thank you for hearing the bill, and I ask that you pass the said bill out of committee for a full vote before the entire Senate.

Very truly yours,



Robert K. Matsumoto

March 24, 2011

Honorable David Y. Ige, Chair
Senate Committee on Ways and Means
State Capitol
Honolulu, HI 96813

RE.: H.B. 200, HD1 (ID HTH 501)

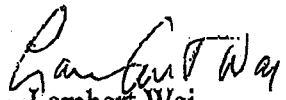
Dear Senator Ige and Members of the Committee:

My name is Lambert Wai. I am a parent of an intellectually disabled child (profound) and an advocate for services for the intellectually disabled for some 50 years.

I strongly support that portion of H.B: 200, HD1 (I.D. HTH 501) - Developmental Disabilities, that requests additional funds of \$9.9 million for FY 2012 and an additional \$11.2 million for 2013.

These funds will restore the necessary amounts necessary to maintain the current level of community services that were developed over the years to accommodate the complete closure of the State's institution, Waimano Training School and Hospital. The closure of "Waimano" resulted in the savings of millions of dollars to the State of Hawaii. That, in itself, should be ample reason to provide the requested amount of funding. Additionally, community services have maximized the independent growth of these individuals, which means less cost in the provision of their care and treatment.

Sincerely,


Lambert Wai
3921 Gail Street
Honolulu, HI 96815
Phone: 922-2433

From: Karen Kokubun [kkkokubun@yahoo.com]
Sent: Friday, March 25, 2011 8:07 AM
To: WAM Testimony; Rep. Ryan Yamane
Cc: Waynette Cabral; Sen. David Ige
Subject: HB 200HD1; Hearing 3/28/11 at 9:00 a.m. -- Testimony in Support

My name is Karen Kokubun. I submit this written testimony **in strong support of HB 200 HD1 for the Developmental Disability Division's additional budget request** (under Program ID - HTH 501) for \$9.9 million for FY 2012 and \$11.2 million for FY 2013 to restore general funds to the DD Home and Community Based Services Waiver Program budget due to the decrease in the Federal Medical Assistance Percentage (FMAP).

In addition to working full time, I am the sole caregiver for my adult sibling. **Her budget over the last two years has already been reduced by DDD by approximately 80%.** These severe cuts have already impacted her level of care and health and safety and created employment hardships for me. DDD is fully aware of the challenges but cut her funding because of its mandate to do so due to insufficient funding for its clients. **We cannot sustain any further cuts to her services.**

In fact, my understanding is Dr. David Fray of DDD has requested that DDD case managers look into whether the services for some of its clients have been too drastically cut and whether families could request additional funding. Three weeks ago I verbally requested that the supervisor of my sister's case management unit look into this for health and safety reasons. Although I have followed up and left messages for him, there has been no response since he stated he would "look into it."

If there are any cuts to my sister's budget, I will likely be joining the unemployment roll with no unemployment benefits, since I have laid off from a previous job due to my bosses' respective retirement and move to the mainland.

The additional funds requested are the minimal amounts needed to maintain the current level of services. In fact, funds exceeding the requested amounts are needed because the population base of clients needed services are continuously increasing. Please do not continue to target this population and deny them adequate and appropriate level of services. Any cuts in funding have negative impacts and affect real people's lives.

Thank you for your anticipated support of this bill.

Karen Kokubun

HB 200, HD1 - Relating to the State Budget

The Honorable David Y. Ige, Chair
Senate Committee on Ways and Means
Twenty-Sixth Legislature
State Capitol
State of Hawaii
Honolulu, Hawaii 96813

Dear Senator Ige and Members of the Committee:

SUBJECT: HB 200 HD1 – RELATING TO THE STATE BUDGET.

Position: Concern for Deletion of \$ 2.6 million from the Developmental Disabilities Division budget.

My name is MikeTamanaha and I have worked with individuals with intellectual disabilities and their families for 35 years. I am in support of the inclusion of general funds to maintain Medicaid Waiver services for individuals. However I am very concerned about the \$2.6 million general fund reduction in the DD Division budget (HTH 501) proposed in HB 200, HD1.

The negative impact of the deletion of \$2.6 million will result in (1) loss of homes for people with intellectual disabilities, (2) reduction of services for people in crisis, (3) loss of services for people who cannot access the Medicaid Waiver and (4) reduction of case management coordination and monitoring of services. These are cuts that would directly impact the health and safety of individuals and be placed on a service system that has already been pared down to essential direct services over the past 2 years.

Please restore the \$2.6 million general funding for direct services for individuals with intellectual disabilities.

Thank you for the opportunity to provide testimony on HB 200, HD1.

Sincerely,

Michael Tamanaha

miket@thearcinhawaii.org

From: mailinglist@capitol.hawaii.gov
Sent: Saturday, March 26, 2011 2:27 PM
To: WAM Testimony
Cc: lorrainburgess@aol.com
Subject: Testimony for HB200 on 3/28/2011 9:00:00 AM

Testimony for WAM 3/28/2011 9:00:00 AM HB200

Conference room: 211
Testifier position: oppose
Testifier will be present: No
Submitted by: lorrain burgess
Organization: Individual
Address:
Phone:
E-mail: lorrainburgess@aol.com
Submitted on: 3/26/2011

Comments:

I appeal to you reconsider the positioning of the construction proposed in this bill so that it does NOT impact the historic site and stables of Kalaeloa. Overhead power lines are no longer acceptable in any neighborhood and certainly not a sacred historic site anywhere in our Hawaii.

From: mailinglist@capitol.hawaii.gov
Sent: Saturday, March 26, 2011 5:56 AM
To: WAM Testimony
Cc: molentia@gmail.com
Subject: Testimony for HB200 on 3/28/2011 9:00:00 AM

Testimony for WAM 3/28/2011 9:00:00 AM HB200

Conference room: 211
Testifier position: oppose
Testifier will be present: No
Submitted by: Molentia Hill
Organization: Individual
Address:
Phone:
E-mail: molentia@gmail.com
Submitted on: 3/26/2011

Comments:

Save Ewa Fields. Do not destroy this historic site. It is sacred grounds.

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is FETU KOLIO, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



FETU KOLIO

Mayor Wright Homes

Bldg. # 34

MAYOR WRIGHT HOMES

TENANTS ASSOCIATION

(PRESIDENT)

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Tran Dai Le, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Tran Dai Le
Mayor Wright Homes
Bldg. 01

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Ancheny Kom, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Ancheny Kom
Mayor Wright Homes
Bldg. 04

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget


POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Kasner Alexander, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Kasner Alexander
Mayor Wright Homes
Bldg. 04

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Charley Susaia, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Charley Susaia
Mayor Wright Homes
Bldg. 04

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Sonia Felix, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.

Sonia Felix
Sonia Felix
Mayor Wright Homes
Bldg. 04

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget


POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Rensiana A. Thomas, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Rensiana A. Thomas
Mayor Wright Homes
Bldg. # 4

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget


POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is MATHSON MEYSHINE, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


MATHSON MEYSHINE
Mayor Wright Homes
Bldg. # 4

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget


POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is ESBY S OTTO, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


ESBY S OTTO
Mayor Wright Homes
Bldg. # 4

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Yan Lan Chan Lee, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.

Yan Lan Chan Lee
Yan Lan Chan Lee
Mayor Wright Homes
Bldg. # 5M

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Wai Chai Chan, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.

Wai Chai Chan
Wai Chai Chan
Mayor Wright Homes
Bldg. # 5M

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

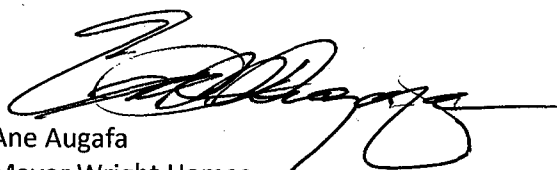
POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Ane Augafa, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Ane Augafa
Mayor Wright Homes
Bldg. 06

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Ya Xing Li, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.

Ya Xing Li
Ya Xing Li
Mayor Wright Homes
Bldg. 09

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

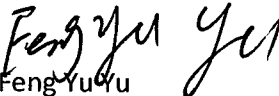
POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Feng Yu Yu, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Feng Yu Yu
Mayor Wright Homes
Bldg. 09

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

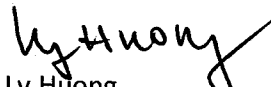
POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Ly Huong, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Ly Huong
Mayor Wright Homes
Bldg. 09

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

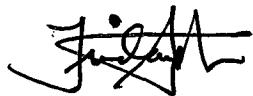
POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Friday Shomour, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Friday Shomour
Mayor Wright Homes
Bldg. 10

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Linda Shomour, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Linda Shomour
Mayor Wright Homes
Bldg. 10

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Limma Phillip, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Limma Phillip
Mayor Wright Homes
Bldg. 11

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

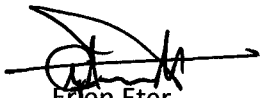
POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Erien Eter, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Erien Eter
Mayor Wright Homes
Bldg. 11

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget


POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Kerny Eter, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Kerny Eter
Mayor Wright Homes
Bldg. 11

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Hilda Urita, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Hilda Urita
Mayor Wright Homes
Bldg. 14

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Dot Thi Le, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Dot Thi Le
Mayor Wright Homes
Bldg. 14

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Eti Sataraka, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Eti Sataraka
Mayor Wright Homes
Bldg. 15

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Lien Doan Thi, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Lien Doan Thi
Mayor Wright Homes
Bldg. 16

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Julio - Jonas, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.

Julio, Jonas

Julio - Jonas

Mayor Wright Homes
Bldg. # 17

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Yuri. Fritz, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Yuri. Fritz
Mayor Wright Homes
Bldg. # 17R

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget


POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Aikawa, Ezra, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Aikawa, Ezra
Mayor Wright Homes
Bldg. # 10

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

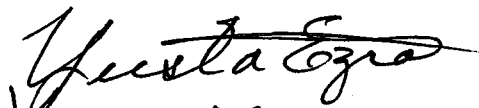
POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is YUSTA. EZRA, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


YUSTA. EZRA

Mayor Wright Homes

Bldg. # 18B

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Tausagafou Alaivanu, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Tausagafou Alaivanu
Mayor Wright Homes
Bldg. 19

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

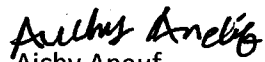
POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Aichy Aneuf, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Aichy Aneuf
Mayor Wright Homes
Bldg. 25

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Binasita Eram, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.

Binasita Eram
Mayor Wright Homes
Bldg. 25



TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Sing Kham, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.

Sing Kham Saysamou

Sing Kham
Mayor Wright Homes
Bldg. 31

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget


POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Hong Thi Bui, and I am a resident of Mayor Wright Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Hong Thi Bui
Mayor Wright Homes
Bldg. 31

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

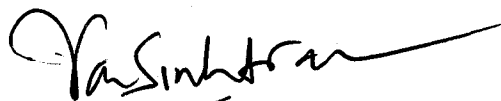
POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is VAN SINH TRAN, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



VAN S. TRAN

Mayor Wright Homes

Bldg. # 31

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Line SAYSAMON, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.

Line SAYSAMON

Line SAYSAMON

Mayor Wright Homes

Bldg. # 31

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget


POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Son Thah Ly, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.


Son Thah Ly
Mayor Wright Homes
Bldg. 32

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Michelle Quach, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Michelle Quach
Mayor Wright Homes
Bldg. 32

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Francis Kerat, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Francis Kerat
Mayor Wright Homes
Bldg. 34

TO: The Honorable David Y. Ige, Chair,
the Honorable Michelle Kidani, Vice Chair
and Members of the Senate Committee on Ways and Means

DATE: Monday, March 28, 2011

TIME & PLACE: 9:00 a.m., Room 211

RE: HB 200 Relating to the State Budget

POSITION: IN STRONG SUPPORT OF CIP TO FIX MAYOR WRIGHT HOMES
COLD WATER PROBLEM

My name is Awleen Paul, and I am a resident of Mayor Write Homes. My neighbors and I are testifying today in strong support for the appropriation to repair and replace the hot water system at Mayor Wright Homes.

The residents of Mayor Wright Homes have been living without hot water for many years now. Taking showers in unbearable temperatures have become a daily occurrence. We have made numerous requests to the State over the years to maintain the buildings. To date, nothing has been done to relieve our sufferance.

Please help us improve the living conditions at Mayor Wright Homes. All we are asking for is to be able to shower in reasonable temperatures especially for the children. We urge you to support the appropriations to improve the standards of living for residents of Mayor Wright Homes which have been long overdue.

Thank you for hearing this bill and reading my testimony.



Awleen Paul
Mayor Wright Homes
Bldg. 34