

STAND. COM. REP. NO.

672

Honolulu, Hawaii

March 4, 2011

RE: H.B. No. 564
H.D. 1

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Sixth State Legislature
Regular Session of 2011
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 564
entitled:

"A BILL FOR AN ACT RELATING TO THE EMERGENCY AND BUDGET
RESERVE FUND,"

begs leave to report as follows:

The purpose of this bill is to assist the State in the future
during times of emergency, severe economic downturn, and
unforeseen reduction in revenues by increasing the percentage of
moneys from the excess general fund balance to be deposited into
the Emergency and Budget Reserve Fund (Fund) from five percent to
ten percent.

The Department of Budget and Finance and Tax Foundation of
Hawaii provided comments on this bill.

Your Committee has amended this bill by:

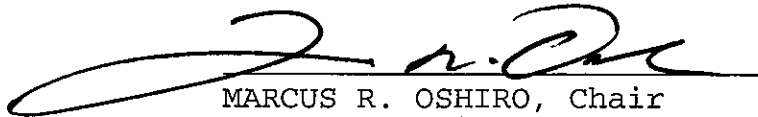
- (1) Requiring that five percent of the excess general fund
balance deposited into the Fund be used to reduce the
unfunded liability of the Employees' Retirement System;
and
- (2) Making technical, nonsubstantive amendments for clarity,
consistency, and style.

HB564 HD1 HSCR FIN HMS 2011-2833



As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 564, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 564, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Finance,



MARCUS R. OSHIRO, Chair



State of Hawaii
House of Representatives
The Twenty-sixth Legislature

HSCR 072

Record of Votes of the Committee on Finance

Bill/Resolution No.: HB 564	Committee Referral: FIN	Date: 3/2/11		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)	✓			
2. LEE, Marilyn B. (VC)	✓			
3. CHONG, Pono	✓			
4. CHOY, Isaac W.	✓			
5. COFFMAN, Denny	✓			
6. CULLEN, Ty	✓			
7. HAR, Sharon E.	✓			
8. HASHEM, Mark J.	✓			
9. ICHIYAMA, Linda	✓			
10. JORDAN, Jo	✓			
11. LEE, Chris	✓			
12. MORIKAWA, Dee	✓			
13. TOKIOKA, James Kunane	✓			
14. YAMASHITA, Kyle T.	✓			
15. MARUMOTO, Barbara C.	✓			
16. RIVIERE, Gil	✓			
17. WARD, Gene				✓
TOTAL (17)	16	0	0	1
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. <div style="text-align:center; font-size:small;">committee acronym(s)</div>				
Vice Chair's or designee's signature: <u> Marilyn B. Lee </u>				
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