



GOV. MSG. NO. 239

EXECUTIVE CHAMBERS
HONOLULU

NEIL ABERCROMBIE
GOVERNOR

February 5, 2014

The Honorable Donna Mercado Kim
President of the Senate
Twenty-Seventh State Legislature
State Capitol
Honolulu, Hawaii 96813

Dear President Kim:

Transmitted herewith are proposed changes to the FY 15 Supplemental Budget for the Department of Budget and Finance (B&F), Department of Hawaiian Home Lands (DHHL), Department of Health (DOH), Department of Transportation (DOT), and the University of Hawaii (UH).

Your favorable consideration is requested for the attached budget items and provisos:

B&F – Budget, Program Planning and Management Division

Reduces \$266,136 in general funds and \$582,684 in special funds in FY 14 and \$694,667 in general funds and \$3,106,101 in special funds in FY 15 for collective bargaining costs associated with Bargaining Unit 11. These costs to implement the arbitration award were included in the budget pursuant to Chapter 89, HRS; however, the Hawaii Fire Fighters Association has requested that these costs be incorporated into a specific appropriation to facilitate implementation of the agreement as soon as possible. Also, deletes the proviso that authorizes the Director of Finance to transfer these funds to other departments as appropriate.

DHHL – Planning and Development for Hawaiian Homesteads

Adds \$714,750 in special funds for personal services in FY 15 and reduces \$714,750 in special funds for other current expenses in FY 15 for Planning and Development for Hawaiian Homesteads (HHL 602/BB). This is a technical adjustment to correct an inadvertent error in placement of a cost item.

DOH – Tobacco Settlement/Cancer Prevention Control

Reduces 0.50 temporary position (Position No. 11801Z) in other federal funds in FY 15 to correct an inadvertent error relating to Tobacco Settlement (HTH 590/GQ). Supplemental budget should reflect a 0.50 temporary position in special funds and a 0.50 temporary position in other federal funds.

Adds 0.50 temporary position (Position No. 90802Z) and \$24,984 in other federal funds in FY 15 to correct an inadvertent error relating to Tobacco Settlement (HTH 590/GP). Supplemental budget should reflect 1.00 temporary position and \$57,600 in special funds.

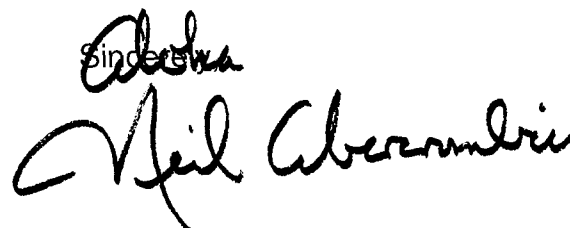
DOT

Amends various budget provisos relating to DOT to update amounts reflected for debt service and special maintenance.

UH – Community Colleges

Reduces \$336,998 in federal funds in FY 14 and FY 15 within UH Community Colleges, UOH 800, for the equipment cost element. Adds \$336,998 in federal funds each year for the other current expenses cost element to correct an inadvertent error between cost elements.

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

A handwritten signature in black ink that reads "Neil Abercrombie". The signature is written in a cursive style and is positioned above the printed name.

NEIL ABERCROMBIE
Governor, State of Hawaii

Attachment

c: Honorable David Y. Ige

OPERATINGDepartment of Budget and Finance, Departmental Administration and Budget Division (BUF 101/BA)

Reduces funds related to Bargaining Unit 11 collective bargaining costs for FY 15.

	<u>FY 2014</u>	<u>FY 2015</u>
Personal Services	-\$266,136 A	-\$ 694,667 A
	-582,684 B	-3,106,101 B

Department of Hawaiian Home Lands, Planning and Development for Hawaiian Homestead (HHL 602/BB)

Housekeeping adjustment for FY 15.

	<u>FY 2014</u>	<u>FY 2015</u>
Personal Services	\$714,750 B
Other Current Expenses	-714,750 B

Department of Health, Tobacco Settlement/Cancer Prevention and Control (HTH 590/GQ)

Reduces 0.50 temporary position (Position No. 11801Z) in other federal funds in FY 15 to correct inadvertent error (request O-32).

	<u>FY 2014</u>	<u>FY 2015</u>
Personal Services

Department of Health, Tobacco Settlement/Diabetes and Chronic Disabling Diseases (HTH 590/GP)

Adds 0.50 temporary position (Position No. 90802Z) and \$24,984 in other federal funds in FY 15 to correct inadvertent error (request O-12).

	<u>FY 2014</u>	<u>FY 2015</u>
Personal Services	\$24,984 P

University of Hawaii, Community Colleges – Institutional Support, Systemwide
(UOH 800/JF)

Housekeeping adjustments for FY 14 and FY 15.

	<u>FY 2014</u>	<u>FY 2015</u>
Other Current Expenses	\$336,998 N	\$336,998 N
Equipment	-336,998 N	-336,998 N

PROVISOS

PART III. PROGRAM APPROPRIATION PROVISIONS

By amending section 6 to read as follows:

"SECTION 6. Provided that of the special fund appropriations for the airports division (TRN102-TRN195), the following sums specified for special repair and maintenance projects in fiscal biennium 2013-2015 shall be expended for special repair and maintenance purposes only as follows:

<u>Program I.D.</u>	<u>FY 2013-2014</u>	<u>FY 2014-2015</u>
TRN102	\$10,000,000	\$10,000,000
TRN104	\$ 500,000	\$ 1,100,000
TRN111	\$ 2,100,000	\$ 1,750,000
TRN114	\$ 3,925,000	\$ 3,050,000
TRN116	\$ 375,000	\$ 500,000
TRN118	\$ 325,000	\$ 250,000
TRN131	\$ 2,125,000	\$ 1,250,000
TRN133	\$ 350,000	\$ 0
TRN135	\$ 200,000	\$ 500,000
TRN141	\$ 425,000	\$ 750,000
TRN143	\$ 0	[\$ 0]
		<u>\$ 550,000</u>
TRN151	\$ 250,000	\$ 600,000
TRN161	\$ 1,250,000	\$ 1,250,000
TRN163	\$ 50,000	\$ 0;

and provided further that any unexpended funds shall lapse to the airport special fund."

By amending section 12 to read as follows:

"SECTION 12. Provided that of the special fund appropriation for harbors administration (TRN395), the sum of \$35,103,302 or so much thereof as may be necessary for fiscal year 2013-2014 and the sum of [~~\$35,151,273~~] \$38,783,273 or so much thereof as may be necessary for fiscal year 2014-2015 shall be expended for the following purposes:

<u>Purpose</u>	<u>FY 2013-2014</u>	<u>FY 2014-2015</u>
Interest and principal on general obligation bond	\$ 3,380,679	\$ 3,381,053
Interest and principal on revenue bond	\$31,722,623	[\$31,770,220; <u>\$35,402,220;</u>

provided further that any unexpended funds shall lapse to the harbor special fund."

By amending section 13 to read as follows:

"SECTION 13. Provided that of the special fund appropriations for the highways division (TRN501-TRN595), the following sums specified for special repair and maintenance projects in fiscal biennium 2013-2015 shall be expended for special repair and maintenance purposes only as follows:

<u>Program I.D.</u>	<u>FY 2013—2014</u>	<u>FY 2014—2015</u>
TRN501	\$34,793,727	\$34,793,727
TRN511	\$15,540,061	\$15,540,061
TRN531	\$19,307,349	\$19,307,349
TRN561	\$11,301,863	\$11,301,863
TRN595	\$ 500,000[;]	<u>\$ 1,000,000;</u>

and provided further that any unexpended funds shall lapse to the highway special fund."

By amending section 14 to read as follows:

"SECTION 14. Provided that of the special fund appropriation for highways administration (TRN595), the sum of \$57,447,149 or so much thereof as may be necessary for fiscal year 2013-2014 and the sum of [~~\$59,016,793~~] \$60,515,247 or so much thereof as may be necessary for fiscal year 2014-2015 shall be expended for the following purposes:

<u>Purpose</u>	<u>FY 2013-2014</u>	<u>FY 2014-2015</u>
Interest and principal on general obligation bond	\$ 4,008,477	\$ 3,762,537
Interest and principal on revenue bond	\$53,438,672	[\$55,254,256; <u>\$56,752,710;</u>

provided further that any unexpended funds shall lapse to the highway special fund."

By deleting section 33.1 as follows:

["SECTION 33.1. Provided that of the funds appropriated or authorized from the sources of funding indicated below to the departmental administration and budget division (BUF101) the following sums, or so much thereof as may be necessary for fiscal year 2013-2014 and fiscal year 2014-2015 shall be used for the costs due to the implementation of wage and benefit increases for bargaining unit 11 employees for fiscal biennium 2013-2015; and provided that this appropriation shall be allotted by the director of finance to the appropriate state departments for expenditures in the respective fiscal year for the purposes of this section.

	<u>FY 2013-2014</u>	<u>FY 2014-2015</u>
<u>General Funds</u>	<u>\$266,136</u>	<u>\$ 94,667</u>
<u>Special Funds</u>	<u>\$582,684</u>	<u>\$3,106,101"]</u>