



GOV. MSG. NO. 240

EXECUTIVE CHAMBERS
HONOLULU

NEIL ABERCROMBIE
GOVERNOR

February 19, 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 the Attorney General (AG); Department of Business, Economic Development and Tourism (DBEDT); Department of Human Services (DHS); and the Department of Transportation (DOT).

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

AG – Justice Assistance

Housekeeping adjustments to correct an inadvertent error relating to the Criminal Justice Planning Specialist position (Position No. 11014E) for FY 15. Adjustment from permanent count (reduce 0.30 general position, add 0.20 federal fund position, and add 0.10 other federal fund position), to temporary count (add 0.30 general position, reduce 0.20 federal fund position, and reduce 0.10 other federal fund position).

AG – Legal Services

Housekeeping adjustment to correct an inadvertent error for a Deputy Attorney General position (Position No. 11752E). Reduce 1.00 permanent interdepartmental transfer fund position and add 1.00 temporary interdepartmental transfer fund position for FY 15.

J9 6:30 PM

DBEDT – Strategic Industries Division

Adds \$320,000 in federal ARRA (V) funds and reduces \$1,980,808 in non-recurring federal (P) funds for other current expenses for FY 15 for Strategic Industries Division (BED 120/SI). This is a technical adjustment to correct an inadvertent error in means of financing categorization.

DHS – Hawaii Public Housing Authority (HPHA) Administration

Adds 4.00 permanent, exempt Accountant positions (Certified Public Accountant qualified) and \$222,060 in federal funds for FY 15 for HPHA's Fiscal Management Office to assist with managing HPHA funds.

DHS – General Support for Health Care Payments

Adds \$260,000 in general and \$260,000 in federal funds for FY 15 to design, develop and implement an Asset Verification System for Medicaid's aged, blind and disabled population, as required by federal law.

Adds 3.0 positions and \$96,189 in general and \$96,189 in federal funds for FY 15 for Program Integrity to reduce fraud, waste and abuse in the Medicaid program. The request will address concerns raised by the Office of the Legislative Auditor.

DHS – Capital Improvement Program (CIP)

Amends the FY 15 CIP budget for DHS' Computer Modernization, Upgrade and Integration project by reducing construction expenses by \$7,380,000, reducing the general obligation bond funds by \$11,078,000, and increasing federal fund participation in the project by \$3,698,000. Total funding for the project is being reduced from \$108,750,000 to \$101,370,000. Recent estimates show an overall decrease in project expenses with some phases of the project qualifying for more federal funds than previously anticipated.

DOT – Capital Improvement Program (CIP)

Adds \$3,600,000 in revenue bond funds in FY 15 for Motor Vehicle Safety Office Testing Facility, Oahu. Act 134, SLH 2013, Item C-64, appropriates \$2,425,000 in revenue bonds in FY 14. Initial estimate is insufficient and request includes land acquisition.

Adds \$265,000 in revenue bond funds and \$1,060,000 in federal funds (totaling \$1,325,000) in FY 15 for Kamehameha Highway, Hoolapa (Nanahu) Bridge Rehabilitation and/or Replacement, Oahu.

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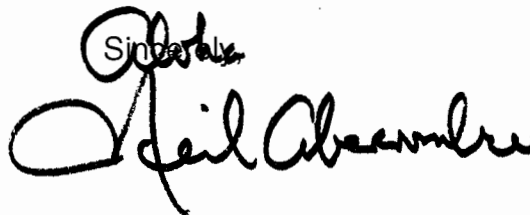
Amends the project title for Hawaii Belt Road Rockfall Protection at Maulua, Laupahoehoe, and Kaawalii, Hawaii, to correct a typographical error (Act 134, SLH 2013, Item C-85).

Adds \$600,000 in revenue bond funds and \$800,000 in federal funds (totaling \$1,400,000) in FY 15 for Hawaii Belt Road Drainage Improvements, Vicinity of Hakalau Bridge, Hawaii. The Supplemental Appropriations Act of 2014, Item C-92.04 includes \$2,800,000 for FY 15. Initial estimate is insufficient.

Adds \$261,000 in revenue bond funds and \$1,044,000 in federal funds (totaling \$1,305,000) in FY 15 for Hawaii Belt Road, Ninole Bridge Rehabilitation and/or Replacement, Hawaii.

Adds \$700,000 in revenue bond funds in FY 15 for Kamehameha V Highway, Drainage Improvements, Vicinity of Mohala Street to Vicinity of Oki Place, Molokai, to replace lapsing funds.

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

A handwritten signature in black ink, appearing to read "Neil Abercrombie". The signature is written in a cursive style with a large initial "N".

NEIL ABERCROMBIE
Governor, State of Hawaii

Attachment

c: Honorable David Y. Ige

OPERATINGDepartment of the Attorney General, Justice Assistance (ATG 100/AC)

Housekeeping adjustments to correct an inadvertent error relating to the Criminal Justice Planning Specialist position (Position No. 11014E) for FY 15. Adjustment from permanent count (reduce 0.30 general position, add 0.20 federal fund position, and add 0.10 other federal fund position), to temporary count (add 0.30 general position, reduce 0.20 federal fund position, and reduce 0.10 other federal fund position).

	<u>FY 2014</u>	<u>FY 2015</u>
Personal Services	- (0.30) A
	(0.20) N
	(0.10) P

Department of the Attorney General, Legal Services (ATG 100/AA)

Housekeeping adjustment to correct an inadvertent error for a Deputy Attorney General (Position No. 11752E). Reduce 1.00 permanent interdepartmental transfer fund position, and add 1.00 temporary interdepartmental transfer fund position for FY 15.

	<u>FY 2014</u>	<u>FY 2015</u>
Personal Services	- (1.00) U

Department of Business, Economic Development and Tourism – Strategic Industries Division (BED 120/SI)

Technical adjustment to correct an inadvertent error in means of financing categorization.

	<u>FY 2014</u>	<u>FY 2015</u>
Other Current Expenses	\$ 320,000 V
	-1,980,808 P

Department of Human Services – Hawaii Public Housing Authority (HPHA)
Administration (HMS 229/HA)

Add 4.00 permanent, exempt Accountant positions (Certified Public Accountant qualified) and \$222,060 in federal funds for FY 15 for HPHA's Fiscal Management Office to assist with managing HPHA funds.

	<u>FY 2014</u>	<u>FY 2015</u>
Personal Services	(4.00) N \$213,060 N
Other Current Expenses	1,000 N
Equipment	8,000 N

Department of Human Services – General Support for Health Care Payments
(HMS 902/IA)

Add \$260,000 in general funds and \$260,000 in federal funds for FY 15 to design, develop and implement an Asset Verification System for Medicaid's aged, blind and disabled population.

	<u>FY 2014</u>	<u>FY 2015</u>
Other Current Expenses	\$260,000 A 260,000 N

Department of Human Services – General Support for Health Care Payments
(HMS 902/IA)

Add 1.50 permanent positions and \$96,189 in general funds and 1.50 permanent positions and \$96,189 in federal funds for FY 15 for Program Integrity to reduce fraud, waste and abuse in the Medicaid program.

	<u>FY 2014</u>	<u>FY 2015</u>
Personal Services	(1.50) \$92,814 A
Personal Services	(1.50) 92,814 N
Other Current Expenses	375 A 375 N
Equipment	3,000 A 3,000 N

CAPITAL IMPROVEMENT PROJECTS

DEPARTMENT OF HUMAN SERVICES

HMS 904/AA – GENERAL ADMINISTRATION (DHS)

By amending Item F-11.00, as amended:

11.00 "F14001 MODERNIZATION, UPGRADE & INTGRATN OF COMPUTER SYS FOR BESSD, SSD AND MEDICAID, STATEWIDE

PLANS, DESIGN, CONSTRUCTION AND EQUIPMENT TO MODERNIZE UPGRADE AND INTEGRATE THE ELIGIBILITY SYSTEM FOR BENEFITS, EMPLOYMENT & SUPPORT SERVICES DIVISION, CASE MANAGEMENT SYSTEM FOR SOCIAL SERVICES DIVISION AND THE KOLEA ELIGIBILITY SYSTEM FOR MEDICAID.

	<u>FY 2014</u>	<u>FY 2015</u>
PLANS	1	
DESIGN	3,999	
CONSTRUCTION		[104,750]97,370
EQUIPMENT		4,000
TOTAL FUNDING HMS	4,000 C	[52,463]41,385 C
	N	[56,287]59,985 N"

DEPARTMENT OF TRANSPORTATION

TRN 501 OAHU HIGHWAYS

By amending Item C-64.00, as amended:

"S353 MOTOR VEHICLE SAFETY OFFICE TESTING FACILITY, OAHU

DESIGN AND CONSTRUCTION FOR COMMERCIAL DRIVER'S LICENSE (CDL) AND MOTORCYCLE LICENSE TESTING FACILITY.

	<u>FY 2014</u>	<u>FY 2015</u>
<u>DESIGN</u>		<u>100</u>
CONSTRUCTION	2,425	<u>3,500</u>
TOTAL FUNDING TRN	2,425 E	<u>3,600 E"</u>

By adding a new item:

"S357 KAMEHAMEHA HIGHWAY, HOOLAPA (NANAHU) BRIDGE REHABILITATION AND/OR REPLACEMENT, OAHU

LAND ACQUISITION AND DESIGN FOR REHABILITATION AND/OR REPLACEMENT OF HOOLAPA (NANAHU) BRIDGE ALONG KAMEHAMEHA HIGHWAY (ROUTE 83). THIS PROJECT IS DEEMED NECESSARY TO QUALIFY FOR FEDERAL AID FINANCING AND/OR REIMBURSEMENT.

	<u>FY 2014</u>	<u>FY 2015</u>
<u>LAND ACQUISITION</u>		<u>465</u>
<u>DESIGN</u>		<u>860</u>
<u>TOTAL FUNDING TRN</u>		<u>265 E</u>
		<u>1,060 N"</u>

TRN 511 HAWAII HIGHWAYS

By amending Item C-85.00, as amended:

"T110 HAWAII BELT ROAD ROCKFALL PROTECTION AT MAULUA, LAUPAHOEHOE, AND [~~KAAWALLI~~] KAAWALII, HAWAII

DESIGN FOR SLOPE PROTECTION ALONG ROUTE 19, HAWAII BELT ROAD IN THE VICINITY OF MAULUA GULCH, LAUPAHOEHOE GULCH, AND KAAWALII GULCH. THIS PROJECT IS DEEMED NECESSARY TO QUALIFY FOR FEDERAL AID FINANCING AND/OR REIMBURSEMENT.

	<u>FY 2014</u>	<u>FY 2015</u>
DESIGN	1,505	
TOTAL FUNDING TRN	301 E	E
	1,204 N	N"

By amending Item C-92.04, as amended:

"T136 HAWAII BELT ROAD DRAINAGE IMPROVEMENTS, VICINITY OF HAKALAU BRIDGE, HAWAII

LAND ACQUISITION AND CONSTRUCTION FOR DRAINAGE IMPROVEMENTS INCLUDING INSTALLING A DRAINAGE SPILLWAY AND BOX CULVERTS. THIS PROJECT IS DEEMED NECESSARY TO QUALIFY FOR FEDERAL AID FINANCING AND/OR REIMBURSEMENT.

	<u>FY 2014</u>	<u>FY 2015</u>
<u>LAND ACQUISITION</u>		<u>400</u>
<u>CONSTRUCTION</u>		<u>[3,500]4,500</u>
<u>TOTAL FUNDING TRN</u>	E	<u>[700]1,300 E</u>
	N	<u>[2,800]3,600 N"</u>

By adding a new item:

"T153 HAWAII BELT ROAD, NINOLE BRIDGE REHABILITATION AND/OR REPLACEMENT, HAWAII

LAND ACQUISITION AND DESIGN FOR REHABILITATION AND/OR REPLACEMENT OF NINOLE BRIDGE ALONG HAWAII BELT ROAD (ROUTE 19). THIS PROJECT IS DEEMED NECESSARY TO QUALIFY FOR FEDERAL AID FINANCING AND/OR REIMBURSEMENT.

	<u>FY 2014</u>	<u>FY 2015</u>
<u>LAND ACQUISITION</u>		<u>455</u>
<u>DESIGN</u>		<u>850</u>
<u>TOTAL FUNDING TRN</u>		<u>261 E</u>
		<u>1,044 N"</u>

TRN 531 MAUI HIGHWAYS

By adding a new item:

"W017 KAMEHAMEHA V HIGHWAY, DRAINAGE IMPROVEMENTS, VICINITY OF MOHALA STREET TO VICINITY OF OKI PLACE, MOLOKAI

CONSTRUCTION FOR DRAINAGE IMPROVEMENTS, INCLUDING INSTALLATION OF GRATED DROP INLETS, AND STORM WATER DRAIN LINES.

	<u>FY 2014</u>	<u>FY 2015</u>
<u>CONSTRUCTION</u>		<u>700</u>
<u>TOTAL FUNDING TRN</u>		<u>700 E"</u>