



**GOV. MSG. NO. 256**

EXECUTIVE CHAMBERS  
HONOLULU

NEIL ABERCROMBIE  
GOVERNOR

April 1, 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).

Your favorable consideration is requested for the attached budget items:

B&F – Departmental Administration and Budget Division

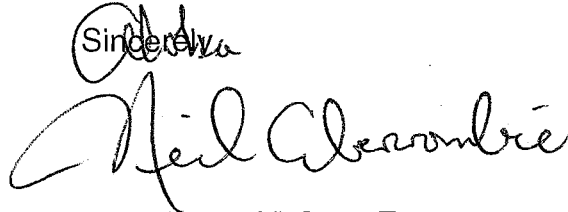
CIP – Adds \$399,000,000 in general obligation bond funds in FY 15 for State Educational Facilities Improvement Fund (SEFI) capitalization reauthorization. This reauthorization is necessary because the general obligation bond appropriations that provide the cash for the SEFI will lapse as of June 30, 2014. However, there are about \$399,000,000 in SEFI contract and claim encumbrances that will be still outstanding and remain active for FY 15+ until the encumbered projects are completed.

Proviso – Lapses \$399,000,000 or so much thereof, from Act 164, SLH 2011, as amended by Act 106, SLH 2012, to fund SEFI reauthorization. The effect of the reauthorization and lapsing is cost neutral and does not affect the bond authorization margin.

It should be noted that the reauthorization does not include general obligation bond funding for the \$100,000,000 SEFI appropriation in FY 15 for a new high school in Kihei, Maui. General obligation bonds were not authorized for this SEFI appropriation last session and remains unfunded.

Honorable Donna Mercado Kim  
April 1, 2014  
Page 2

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

Sincerely,  


NEIL ABERCROMBIE  
Governor, State of Hawaii

Attachment

c: Honorable David Y. Ige