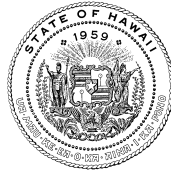


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MANAGEMENT DIVISION
FINANCIAL ADMINISTRATION DIVISION
OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

**TESTIMONY BY WESLEY K. MACHIDA
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE
TO THE SENATE COMMITTEE ON WAYS AND MEANS
ON
SENATE BILL NO. 2844, S.D. 1**

February 29, 2016
9:15 a.m.

RELATING TO DISPOSITION OF EXCESS REVENUES

Senate Bill No. 2844, S.D. 1, reauthorizes \$10 million in general fund revenues to be deposited into the Emergency and Budget Reserve Fund (EBRF). The measure is being proposed to remedy the 2015 Legislature's intended means to comply with the constitutional mandate to provide a tax refund or credit or make a deposit into a reserve fund. The 2015 Legislature authorized a \$10 million general fund appropriation to be deposited to the EBRF; however, it was not effectuated due to a processing error.

The Department of Budget and Finance strongly supports this Administration bill.