

DAVID Y. IGE GOVERNOR

May 18, 2017

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Twenty-Ninth State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Twenty-Ninth State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on May 18, 2017, the following bill was signed into law:

SB969 HD2

MAKING AN EMERGENCY APPROPRIATION TO THE DEPARTMENT OF HUMAN RESOURCES DEVELOPMENT ACT 020 (17)

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

TWENTY-NINTH LEGISLATURE, 2017

STATE OF HAWAII



## A BILL FOR AN ACT

MAKING AN EMERGENCY APPROPRIATION TO THE DEPARTMENT OF HUMAN RESOURCES DEVELOPMENT.

## BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. This Act is recommended by the governor for
- 2 immediate passage in accordance with section 9 of article VII of
- 3 the Constitution of the State of Hawaii.
- 4 SECTION 2. Act 119, Session Laws of Hawaii 2015,
- 5 appropriated \$6,735,183 in general funds for fiscal year 2016-
- 6 2017 to the department of human resources development for the
- 7 payment of claims against the State, as required by Hawaii
- 8 workers' compensation law, chapter 386, Hawaii Revised Statutes.
- 9 Act 124, Session Laws of Hawaii 2016, appropriated an additional
- 10 \$666,000 in general funds to the department of human resources
- 11 development for fiscal year 2016-2017.
- 12 At this time, however, fiscal year 2016-2017 workers'
- 13 compensation expenses led primarily by costs for medical care,
- 14 services, and supplies, and permanent disability indemnity
- 15 benefits are outpacing the appropriated funds such that it is
- 16 estimated that the funds to pay claims will be exhausted by



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- 1 April 30, 2017. Therefore, a critical funding crisis exists and
- 2 the department of human resources development will not be able
- 3 to meet its legal obligation to pay the workers' compensation
- 4 benefits that are owed to employees who sustain work-related
- 5 injuries and illnesses for the remainder of fiscal year 2016-
- 6 2017.
- 7 The purpose of this Act is to make an emergency
- 8 appropriation to provide additional funds for the department of
- 9 human resources development to pay claims as required under
- 10 chapter 386, Hawaii Revised Statutes.
- 11 SECTION 3. There is appropriated out of the general
- 12 revenues of the State of Hawaii the sum of \$2,400,000 or so much
- 13 thereof as may be necessary for fiscal year 2016-2017 for the
- 14 department of human resources development to pay claims as
- 15 required under chapter 386, Hawaii Revised Statutes.
- 16 The sum appropriated shall be expended by the department of
- 17 human resources development for the purposes of this Act.
- 18 SECTION 4. This Act shall take effect upon its approval.

APPROVED this 18 day of MAY , 2017

GOVERNOR OF THE STATE OF HAWAII

## THE SENATE OF THE STATE OF HAWAII

Date: April 28, 2017 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Twenty-ninth Legislature of the State of Hawaii, Regular Session of 2017.

President of the Senate

Clerk of the Senate

## THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 11, 2017 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Third Reading in the House of Representatives of the Twenty-Ninth Legislature of the State of Hawaii, Regular Session of 2017.

Joseph M. Souki

Speaker

House of Representatives

Brian L. Takeshita

Chief Clerk

House of Representatives