<u>S</u>.B. NO. 1018

JAN 2 5 2017

A BILL FOR AN ACT

RELATING TO THE DEPARTMENT OF TRANSPORTATION, AIRPORTS DIVISION, PROJECT ADJUSTMENT FUND.

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

1 SECTION 1. The department of transportation, airports division, finds that the Supplemental Appropriations Act of 2 2016, Act 124, Session Laws of Hawaii 2016, item C-38.02, 3 project adjustment fund, statewide, establishes a contingency 4 fund for the airports division project adjustment purposes, 5 subject to the provisions of Act 124. However, Act 124, which 6 7 amends Act 119, Session Laws of Hawaii 2015, does not contain a budget proviso that permits the utilization of the department of 8 transportation, airports division, project adjustment fund. A 9 budget proviso relating to the department of transportation, 10 airports division, project adjustment fund is necessary to 11 authorize the governor to make supplemental allotments from the 12 project adjustment fund to supplement any currently authorized 13 capital investment cost elements for airports division capital 14 15 improvement projects.

SECTION 2. Part VII, Act 119, Session Laws of Hawaii 2015,
as amended by Act 124, Session Laws of Hawaii 2016, is amended
by adding a new section to read as follows:

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1	"SECTION . If authorized appropriations specified for
2	capital improvement projects listed in this Act or in any other
3	act currently authorized by the legislature are insufficient,
4	and where the source of funding for the project is designated as
5	revenue bond funds, the governor may make supplemental
6	allotments from the department of transportation, airports
7	division, project adjustment fund appropriated in part II and
8	described in part IV of this Act to supplement any currently
9	authorized capital investment cost elements; provided that the
10	supplemental allotments from the project adjustment fund shall
11	not be used to increase the scope of the project; and provided
12	further that the governor shall submit a report to the
13	legislature of all uses of this authority for the previous
14	twelve month period from December 1 to November 30 no later than
15	thirty days prior to the convening of the regular session of
16	<u>2017.</u> "
17	SECTION 3. New statutory material is underscored.
18	SECTION 4. This Act shall take effect upon its approval.
19 20	INTRODUCED BY: MMA-M'
21	BY REQUEST

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Report Title:

Department of Transportation, Airports Division, Project Adjustment Fund

Description:

Adds to the General Appropriations Act of 2015 a budget proviso to permit the utilization of the Department of Transportation, Airports Division, Project Adjustment Fund.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

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JUSTIFICATION SHEET

- DEPARTMENT: TRANSPOTATION
- TITLE: A BILL FOR AN ACT RELATING TO THE DEPARTMENT OF TRANSPORTATION, AIRPORTS DIVISION, PROJECT ADJUSTMENT FUND.
- PURPOSE: To add to the General Appropriations Act of 2015 a budget proviso to permit the utilization of the Department of Transportation, Airports Division, Project Adjustment Fund.
- MEANS: Amend part VII, Act 119, Session Laws of Hawaii 2015, as amended by Act 124, Session Laws of Hawaii 2016.
- JUSTIFICATION: Act 124, Session Laws of Hawaii 2016, item C-38.02, Project Adjustment Fund, Statewide, established a contingency fund for project adjustment purposes for the Department of Transportation, Airports Division, subject to the provisions of the appropriations act, Act 124. However, Act 124, which amends Act 119, Session Laws of Hawaii 2015, does not contain a budget proviso which permits the utilization of the Department of Transportation, Airports Division, Project Adjustment Fund. A budget proviso relating to the Department of Transportation, Airports Division, Project Adjustment Fund is necessary to authorize the Governor to make supplemental allotments from the project adjustment fund to supplement any currently authorized capital investment cost elements for airports division capital improvement projects.

Impact on the public: The traveling public will benefit from the timely completion of projects at airports statewide.

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Impact on the department and other agencies: The Airports Division will be able to complete urgently needed projects on a timely basis.

GENERAL FUND: None.

OTHER FUNDS:

PPBS PROGRAM DESIGNATION:

OTHER AFFECTED AGENCIES:

None.

EFFECTIVE DATE: Upon approval.