

DAVID Y. IGE  
GOVERNOR



RODERICK K. BECKER  
DIRECTOR

ROBERT YU  
DEPUTY DIRECTOR

EMPLOYEES' RETIREMENT SYSTEM  
HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND  
OFFICE OF THE PUBLIC DEFENDER

**STATE OF HAWAII**  
**DEPARTMENT OF BUDGET AND FINANCE**  
P.O. BOX 150  
HONOLULU, HAWAII 96810-0150

ADMINISTRATIVE AND RESEARCH OFFICE  
BUDGET, PROGRAM PLANNING AND  
MANAGEMENT DIVISION  
FINANCIAL ADMINISTRATION DIVISION  
OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

**WRITTEN ONLY**

TESTIMONY BY RODERICK K. BECKER  
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE  
TO THE HOUSE COMMITTEE ON FINANCE  
ON  
HOUSE BILL NO. 120

**February 6, 2019**  
**2:00 P.M.**  
**Room 308**

RELATING TO STATE BONDS.

House Bill No. 120 authorizes the issuance of general obligation bonds to finance project appropriations contained in Acts of the Legislature for which the means of funding are designated as general obligation bond funds or reimbursable general obligation bond funds. The bill also provides a declaration of findings with respect to such authorizations as mandated by the State Constitution.

The Department of Budget and Finance supports this measure.

Article VII, Section 13 of the Constitution of the State of Hawaii requires that as of July 1, 1980, the Legislature shall include a declaration of findings in every general law authorizing the issuance of general obligation bonds. The declaration of findings must state that the total amount of principal and interest, estimated for such bonds and for all bonds authorized and unissued and calculated for all bonds issued and outstanding, will not cause the State debt limit to be exceeded at the time of issuance.

As in previous years, our staff is available to assist the Legislature in refining and completing this bill.

Thank you for your consideration of our comments.