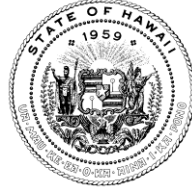


**LATE**



DAVID Y. IGE  
GOVERNOR

JOSH GREEN  
LT. GOVERNOR

**STATE OF HAWAII  
OFFICE OF THE DIRECTOR  
DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS**

335 MERCHANT STREET, ROOM 310  
P.O. BOX 541  
HONOLULU, HAWAII 96809  
Phone Number: 586-2850  
Fax Number: 586-2856  
cca.hawaii.gov

CATHERINE P. AWAKUNI COLÓN  
DIRECTOR

JO ANN M. UCHIDA TAKEUCHI  
DEPUTY DIRECTOR

**Testimony of the Department of Commerce and Consumer Affairs**

**Before the  
House Committee on Finance  
Monday, February 25, 2019  
2:30 p.m.  
State Capitol, Conference Room 308**

**On the following measure:  
H.B. 1330, RELATING TO THE BUDGET OF THE  
DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS**

Chair Luke and Members of the Committee:

My name is Catherine Awakuni Colón, and I am the Director of the Department of Commerce and Consumer Affairs (DCCA or Department). The Department supports this bill, which establishes additional amounts to be appropriated or authorized for the fiscal biennium 2019-2021 operating budget of the DCCA's Financial Services Regulation (DFI), program ID CCA-104, under the purview of the House of Representatives Standing Committee on Intrastate Commerce.

The DFI is requesting two appropriations out of the Compliance Resolution Fund:

- \$40,000 for fiscal year (FY) 2019-2020 and \$40,000 for FY 2020-2021 for maintenance and software licensing costs of the DFI's database and records management system. The contract for the database and document management system was executed after the previous biennium budget was implemented. At that time, the DFI used its best estimate

available in estimating the costs of the replacement of the outdated database and maintenance costs. The annual cost of the maintenance and software costs is \$140,000, and the DFI currently has \$100,000 allocated in its budget. The database and records management system is scheduled to “go live” in July 2019, when the division will be required to start the annual payment of maintenance and software costs.

- \$25,074 for FY 2019-2020 and \$25,074 for FY 2029-2021 to fund fringe benefits for collective bargaining and salary adjustments.

The DFI’s reserves and anticipated revenues should be sufficient to cover its budget requests.

Thank you for the opportunity to testify on this bill.