



TESTIMONY BY:

JADE T. BUTAY
DIRECTOR

Deputy Directors
LYNN A.S. ARAKI-REGAN
DEREK J. CHOW
ROSS M. HIGASHI
EDWIN H. SNIFFEN

STATE OF HAWAII
DEPARTMENT OF TRANSPORTATION
869 PUNCHBOWL STREET
HONOLULU, HAWAII 96813-5097

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State Capitol, Room 211

S.B. 509 S.D. 1
RELATING TO THE DEPARTMENT OF TRANSPORTATION

Senate Committee on Ways and Means

The Department of Transportation (DOT) **supports** the intent of this bill.

S.B. 509 S.D. 1 amends appropriations provided by Act 49/SLH 2017 as amended by Act 53/SLH 2018. However, the DOT respectfully has the following concerns regarding S.B. 509 S.D. 1 in its current form:

- S.B. 509 S.D.1 should consider the Governor’s Executive budget (HB 964/SB 126) adjusted Act 49/SLH 2017 as amended by Act 53/SLH 2018 by **excluding** the following in its base:
 - TRN 595/DB Highways Administration
 - Special Maintenance Program \$11,500,000 (A)
 - Special Maintenance Program \$70,943,000 (B)
 - Van Pool Program \$500,000 (B)
 - TRN 597/AB Highways Safety
 - Non-motorized Safety Program \$157,747 (N)

The Department appreciates S.B. 509 S.D.1 providing Special Maintenance Program of \$44,000,000 in FY 20 and \$58,000,000 in FY 21.

- The proposed bill should also consider Governor’s Executive budget (HB 964/SB 126) adjusted Act 49/SLH 2017 as amended by Act 53/SLH 2018 by **including** collective bargaining in its base:

<u>TRN</u>	<u>FY 20</u>	<u>FY 21</u>
501/DC	\$1,031,277 (B)	\$1,231,953 (B)
511/DD	\$522,332 (B)	\$633,767 (B)
531/DF	\$305,567 (B)	\$368,099 (B)
531/DL	\$14,251 (B)	\$22,337 (B)
531/DM	\$57,157 (B)	\$67,073 (B)
561/DG	\$229,286 (B)	\$279,530 (B)
595/DB	\$445,674 (B)	\$445,674 (B)

597/AB \$123,533 (B) \$123,533 (B)

- The Highways Division operational needs requires trade-off/transfers to best utilize limited resources within the fiscally constraint budget ceiling. The Highways Division operations and maintenance budget authority is constraint to state highway fund revenue streams. Therefore, trade-off and transfers are necessary to best utilize existing budget authority to meet the division's operations and maintenance requirements. Trade-off/transfers for all programs should be included in an amendment to S.B. 509:
 - TRN 501/DC Oahu Highways trade-off/transfers for this program reflect a net increase of \$7,967,013 (B) in FY 2020 and \$8,204,562 (B) in FY 2021.
 - TRN 511/DD Hawaii Highways trade-off/transfer for this program reflect a net increase of \$1,013,852 (B) in FY 2020 and \$1,070,173 (B) in FY 2021.
 - TRN 531/DF Maui Highways (Maui Office): Trade-off/transfer for this program reflect a net increase of \$998,445 (B) in FY 2020 and \$1,187,360 (B) in FY 2021.
 - TRN 531/DL Maui Highways (Lanai Office): Trade-off/transfer for this program reflect a net increase of \$82,025 (B) in FY 2020 and \$9,327 (B) in FY 2021.
 - TRN 531/DM Maui Highways (Molokai Office): Trade-off/transfer for this program reflect a net increase of \$322,134 (B) in FY 2020 and \$242,589 (B) in FY 2021.
 - TRN 561/DG Kauai Highways trade-off/transfers for this program reflect an increase of \$1,586,318 (B) in FY 2020 and \$1,610,023 (B) in FY 2021.
 - TRN 595/DB Highways Administration trade-off/transfers for this program reflect a net decrease of \$12,224,251 (B) in FY 2020 and \$12,578,498 (B) in FY 2021.
 - TRN 597/AB Highway Safety trade-off/transfers for this program reflect a net increase of \$254,464 (B) in FY 2020 and in FY 2021.

- The S.B. 509 S.D. 1 provided additional funds that are needed for TRN 595 and 597 Highways Safety:

Thank you for the opportunity to provide testimony.