



STATE OF HAWAII

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT AND TOURISM
HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION
677 QUEEN STREET, SUITE 300
Honolulu, Hawaii 96813
FAX: (808) 587-0600

IN REPLY REFER TO:

Statement of
Craig K. Hirai
Hawaii Housing Finance and Development Corporation
Before the

HOUSE COMMITTEE ON HOUSING

February 5, 2019 at 9:30 a.m.
State Capitol, Room 423

In consideration of
H.B. 1408
RELATING TO THE HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION.

The HHFDC supports H.B. 1408, which sets forth requested additions to HHFDC's operating budget for Fiscal Years 2020 and 2021, as follows:

1. The following three budget-neutral operating requests transfer existing positions and their associated funds among HHFDC's three organizational divisions to conform to HHFDC's recently completed reorganization.
 - a. BED160/HA: Transfer out of 7.0 FTE positions and funds to BED160/HD and transfer in of 2.0 FTE positions and funds from BED160/HD and 1.0 FTE position and funds from BED160/HF for a net decrease of 4.0 FTE and reduction of \$592,645 in Personal Services and Other Current Expenses in FY 2020 and FY 2021.
 - b. BED160/HD: Transfer in of 7.0 FTE positions and funds from BED160/HA and transfer out of 2.0 FTE positions and funds to BED160/HA for a net increase of 5.0 FTE and \$688,031 in Personal Services and Other Current Expenses in FY 2020 and FY 2021.
 - c. BED160/HF: Transfer out of 1.0 FTE position and \$95,386 in Personal Services of \$95,386 to BED160/HA
2. BED160/HA Operational Ceiling Increase. \$228,048 in FY2020 and \$285,048 in FY2021. This request is needed to cover salary and fringe adjustments for vacant positions, anticipated rent increases for HHFDC's office, document management services, and other administrative expenses.

3. BED160/HD Operational Ceiling Increase. \$81,891 in FY 2020 and the same in FY 2021. This request is needed to cover salary and fringe adjustments for vacant positions, collections services, and other administrative expenses.
4. BED160/HF Operational Ceiling Increase. \$315,350 in FY 2020 and \$323,350 in FY 2021. This request is needed to cover salary and fringe adjustments for vacant positions, compliance monitoring services, and other administrative expenses

Thank you for the opportunity to testify.