

SB285

Measure Title: RELATING TO THE DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS.

Report Title: DCCA; Appropriation (\$)

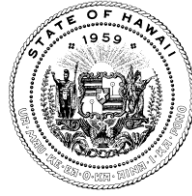
Description: Appropriates funds for the Department of Commerce and Consumer Affairs. Appropriates funds. Effective 7/1/2050.

Companion:

Package: None

Current Referral: CPH, WAM

Introducer(s): DELA CRUZ, KEITH-AGARAN



DAVID Y. IGE
GOVERNOR

JOSH GREEN
LT. GOVERNOR

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

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CATHERINE P. AWAKUNI COLÓN
DIRECTOR

JO ANN M. UCHIDA TAKEUCHI
DEPUTY DIRECTOR

Testimony of the Department of Commerce and Consumer Affairs

**Before the
Senate Committee on Commerce, Consumer Protection, and Health
Tuesday, January 29, 2019
9:30 a.m.
State Capitol, Conference Room 229**

**On the following measure:
S.B. 285, RELATING TO THE
DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS**

Chair Baker 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). This testimony relates to all DCCA program IDs other than the program ID for the Public Utilities Commission (PUC). The PUC, as an independent attached agency, will present testimony separately regarding its budget.

The Department supports S.B. 285, which appropriates funds for a modified base budget for the DCCA, with requested amendments. The Department understands this bill is designed to complement the DCCA's budget "add-on request" bill, S.B. 812, and as such, respectfully requests the two bills be appropriately reconciled to capture appropriations and budget adjustments relating to its collective bargaining, other post-

employment benefits, position conversions, and trade-offs, in addition to its base budget.

With regard to S.B. 285, the Department notes that lines 1-2 of the bill reference “general revenues of the State of Hawaii” and requests that the bill be revised to reference the Department’s non-general funds.

The Department has been advised that position conversions and budget adjustments relating to position conversions will be captured in this bill. The DCCA has three budget requests for the below conversions and requests that these be incorporated into this bill:

- For CCA-191/AH (Office of Administrative Hearings), a conversion of five temporary positions to permanent positions;
- For CCA-111/CA (Business Registration Division), a conversion of eight temporary positions to permanent positions; and
- For CCA-111/CA (Business Registration Division), a conversion of an office assistant position to a staff attorney position, with a corresponding budget adjustment.

As this committee reviewed the Department’s current budget and budget request during the joint session of the Senate Committees on Ways and Means and Commerce, Consumer Protection, and Health on January 10, 2019, this testimony does not repeat an overview of the Department’s functions, program IDs, priorities, and methods of funding. See

http://www.capitol.hawaii.gov/session2019/testimony/Info_Testimony_WAM-CPH_01-10-19_CCA.pdf.

However, for the Committee’s convenience, the Department has attached a copy of Tables 2 and 3 of the briefing materials as a summary of the DCCA’s current and requested budget appropriations.

Thank you for the opportunity to testify on this bill.

Department of Commerce and Consumer Affairs
Department-Wide Totals

Table 2

Fiscal Year 2019				
Act 53/18 Appropriation	Restriction	Emergency Appropriations	Total FY19	MOF
\$ 78,658,029.00			\$ 78,658,029.00	B
\$ 1,460,906.00			\$ 1,460,906.00	P
\$ 10,950,568.00			\$ 10,950,568.00	T
			\$ -	
			\$ -	
			\$ -	
\$ 91,069,503.00	\$ -	\$ -	\$ 91,069,503.00	Total
Fiscal Year 2020				
Act 53/18 Appropriation	Reductions	Additions	Total FY20	MOF
\$ 78,658,029.00		\$ 8,162,410.00	\$ 86,820,439.00	B
\$ 1,460,906.00	\$ (1,210,906.00)		\$ 250,000.00	P
\$ 10,950,568.00	\$ (7,920,000.00)	\$ 39,325.00	\$ 3,069,893.00	T
			\$ -	
			\$ -	
			\$ -	
\$ 91,069,503.00	\$ (9,130,906.00)	\$ 8,201,735.00	\$ 90,140,332.00	Total
Fiscal Year 2021				
Act 53/18 Appropriation	Reductions	Additions	Total FY21	MOF
\$ 78,658,029.00		\$ 7,927,010.00	\$ 86,585,039.00	B
\$ 1,460,906.00	\$ (1,210,906.00)		\$ 250,000.00	P
\$ 10,950,568.00	\$ (7,920,000.00)	\$ 39,325.00	\$ 3,069,893.00	T
			\$ -	
			\$ -	
			\$ -	
\$ 91,069,503.00	\$ (9,130,906.00)	\$ 7,966,335.00	\$ 89,904,932.00	Total

Department of Commerce and Consumer Affairs
Program ID Totals

Table 3

Prog ID	Program Title	MOF	As budgeted in Act 53/18 (FY19)			Governor's Submittal (FY20)				Governor's Submittal (FY21)			
			Pos (P)	Pos (T)	\$\$\$	Pos (P)	Pos (T)	\$\$\$	Percent Change of \$\$\$\$	Pos (P)	Pos (T)	\$\$\$	Percent Change of \$\$\$\$
CCA102	Cable Television	B	8.00		\$ 2,609,370	8.00		\$ 2,647,986	1.48%	8.00		\$ 2,647,986	1.48%
CCA102	Cable Television	T			\$ 7,920,000				-100.00%				-100.00%
CCA103	Consumer Advocate for Comm, Util, & Tran Svc	B	23.00		\$ 4,138,705	28.00		\$ 4,520,537	9.23%	28.00		\$ 4,812,537	16.28%
CCA104	Financial Services Regulation	B	40.00		\$ 4,979,192	40.00		\$ 5,174,488	3.92%	40.00		\$ 5,174,488	3.92%
CCA104	Financial Services Regulation	T			\$ 110,000			\$ 110,000	0.00%			\$ 110,000	0.00%
CCA105	Professional & Vocational Licensing	B	61.00	11.00	\$ 7,237,383	63.00	11.00	\$ 7,891,944	9.04%	63.00	11.00	\$ 7,891,944	9.04%
CCA105	Professional & Vocational Licensing	T	8.00	5.00	\$ 2,619,887	8.00	5.00	\$ 2,659,212	1.50%	8.00	5.00	\$ 2,659,212	1.50%
CCA106	Insurance Regulatory Services	B	95.00	1.00	\$ 18,119,862	95.00	1.00	\$ 21,360,950	17.89%	95.00	1.00	\$ 19,360,950	6.85%
CCA106	Insurance Regulatory Services	P		6.00	\$ 1,460,906		6.00	\$ 250,000	-82.89%		6.00	\$ 250,000	-82.89%
CCA106	Insurance Regulatory Services	T			\$ 200,000			\$ 200,000	0.00%			\$ 200,000	0.00%
CCA 107	Hawaii Post-Secondary Education Authorization Program	B	2.00		\$ 288,611	2.00		\$ 297,904	3.22%	2.00		\$ 297,904	3.22%
CCA 110	Office of Consumer Protection	B	18.00	2.00	\$ 2,605,494	18.00	2.00	\$ 2,734,968	4.97%	18.00	2.00	\$ 2,734,968	4.97%
CCA 110	Office of Consumer Protection	T			\$ 100,681			\$ 100,681	0.00%			\$ 100,681	0.00%
CCA 111	Business Registration and Securities Regulation	B	71.00	8.00	\$ 8,067,420	79.00		\$ 8,470,957	5.00%	79.00		\$ 8,470,957	5.00%
CCA 112	Regulated Industries Complaints Office	B	66.00	1.00	\$ 7,167,144	66.00	1.00	\$ 7,800,160	8.83%	66.00	1.00	\$ 7,500,160	4.65%
CCA 191	General Support	B	45.00	6.00	\$ 8,195,600	50.00	1.00	\$ 8,525,388	4.02%	50.00	1.00	\$ 8,450,388	3.11%
CCA 901	Public Utilities Commission (PUC)	B	65.00		\$ 15,249,248	67.00		\$ 17,395,157	14.07%	67.00		\$ 19,242,757	26.19%
	Special Fund Total	B	494.00	29.00	\$ 78,658,029	516.00	16.00	\$ 86,820,439	10.38%	516.00	16.00	\$ 86,585,039	10.08%
	Trust Fund Total	T	8.00	5.00	\$ 10,950,568	8.00	5.00	\$ 3,069,893	-71.97%	8.00	5.00	\$ 3,069,893	-71.97%
	Other Federal Fund Total	P	0.00	6.00	\$ 1,460,906	0.00	6.00	\$ 250,000	-82.89%	0.00	6.00	\$ 250,000	-82.89%
	TOTAL		502.00	40.00	\$ 91,069,503	524.00	27.00	\$ 90,140,332	-1.02%	524.00	27.00	\$ 89,904,932	-1.28%

TESTIMONY OF
JAMES P. GRIFFIN, Ph.D.
CHAIR, PUBLIC UTILITIES COMMISSION
STATE OF HAWAII

TO THE
SENATE COMMITTEE ON
COMMERCE, CONSUMER PROTECTION, AND HEALTH

January 29, 2019
9:30 a.m.

Chair Baker and Members of the Committee:

MEASURE: S.B. No. 285

TITLE: RELATING TO THE DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS.

DESCRIPTION: Appropriates funds for the Department of Commerce and Consumer Affairs. Appropriates funds. Effective 7/1/2050.

POSITION:

The Public Utilities Commission is in **support** of this measure and offers the following comments for consideration.

COMMENTS:

The Public Utilities Commission (“Commission”) is in support of this measure. As an agency administratively attached to the Department of Commerce and Consumer Affairs, the Commission respectfully recommends the bill be modified to ensure the Commission’s base budget of \$15,470,219 for both fiscal year 2020 and fiscal year 2021 is included in the appropriation for the Department of Commerce and Consumer Affairs.

Thank you for the opportunity to testify on this measure.

SB-285

Submitted on: 1/25/2019 4:03:03 PM

Testimony for CPH on 1/29/2019 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Javier Mendez-Alvarez	Individual	Support	No

Comments: