

DAVID Y. IGE  
GOVERNOR OF  
HAWAII



**STATE OF HAWAII  
DEPARTMENT OF LAND AND NATURAL RESOURCES**

POST OFFICE BOX 621  
HONOLULU, HAWAII 96809

**Testimony of  
SUZANNE D. CASE  
Chairperson**

**Before the Senate Committee on  
WAYS AND MEANS**

**Tuesday, February 25, 2020  
12:25 P.M.**

**State Capitol, Conference Room 211**

**In consideration of  
SENATE BILL 3139  
RELATING TO THE STATE BUDGET**

Senate Bill 3139 proposes to amend the appropriations and capital improvement projects authorized for fiscal biennium 2019-2021 made by Act 40, Session Laws of Hawaii 2019 and amend the operating and capital improvement grants authorized by Act 39, Session Laws of Hawaii 2019. **The Department of Land and Natural Resources (Department) supports this measure.**

The Department respectfully requests assurance that this measure include all of the Department's Executive Supplemental Budget CIP requests as indicated in the original versions of House Bill 2200 or Senate Bill 2075. A list of all of the Department's Act 40 CIP appropriations and Executive Supplemental Budget CIP requests as indicated in the original versions of House Bill 2200 and Senate Bill 2075 is attached.

The Department offers the following comments.

- The Department's mission is to enhance, protect, conserve, and manage Hawaii's unique and limited natural, cultural and historic resources held in public trust for current and future generations of the people of Hawaii nei, and its visitors, in partnership with others from the public and private sectors.
- Projects were selected and prioritized based on public safety, compliance and public trust resource protection, in accordance with statutory mandates that guide the Department's vision, mission, goals and objectives to manage resources for the benefit of the public, and to protect the resources and the public.

Thank you for the opportunity to comment on this measure.

**SUZANNE D. CASE**  
CHAIRPERSON  
BOARD OF LAND AND NATURAL RESOURCES  
COMMISSION ON WATER RESOURCE MANAGEMENT

**ROBERT K. MASUDA**  
FIRST DEPUTY

**M. KALEO MANUEL**  
DEPUTY DIRECTOR - WATER

AQUATIC RESOURCES  
BOATING AND OCEAN RECREATION  
BUREAU OF CONVEYANCES  
COMMISSION ON WATER RESOURCE MANAGEMENT  
CONSERVATION AND COASTAL LANDS  
CONSERVATION AND RESOURCES ENFORCEMENT  
ENGINEERING  
FORESTRY AND WILDLIFE  
HISTORIC PRESERVATION  
KAHOOLAWE ISLAND RESERVE COMMISSION  
LAND  
STATE PARKS

Prog ID	Project Title	MOF	ACT 40, SLH 2019 APPROPRIATIONS		SUPPLEMENTAL CIP REQUESTS		TOTAL FB 2019-2021 REQUESTS	
			FY 20	FY 21	Priority #	FY 21	FY 20	FY 21

**A. ECONOMIC DEVELOPMENT**

LNR141	ALA WAI CANAL WALL IMPROVEMENTS, OAHU	C	1,800,000	-	5	4,000,000	1,800,000	4,000,000
LNR141	KUNIA WELLS, OAHU	C	1,000,000	-			1,000,000	-
LNR141	ROCKFALL AND FLOOD MITIGATION, STATEWIDE	C	3,000,000	3,000,000			3,000,000	3,000,000
LNR153	ANUENUE FISHERIES RESEARCH CENTER SEWER LINE, OAHU	C	550,000	-			550,000	-
LNR172	SEPTIC SYSTEM IMPROVEMENTS AT PUA LOKE BASEYARD, KAUAI	C			2	220,000	-	220,000
LNR172	DOFAW OAHU BASEYARD IMPROVEMENTS, OAHU	C			21	700,000	-	700,000
LNR172	DIVISION OF FORESTRY AND WILDLIFE HAZARDOUS TREE MITIGATION, STATEWIDE	C	200,000	200,000			200,000	200,000
LNR172	PUU WAAWAA FOREST RESERVE, HAWAII	C	50,000	150,000			50,000	150,000
	SUBTOTAL BY MOF	C	6,600,000	3,350,000		4,920,000	6,600,000	8,270,000

**D. ENVIRONMENTAL PROTECTION**

LNR402	LUMP SUM DOFAW REPAIRS, MAINTENANCE, AND IMPROVEMENTS, STATEWIDE	C			56	5,000,000		5,000,000
LNR402	COQUI FROG ERADICATION CONTAINMENT BARRIER, MAUI	C	750,000	750,000			750,000	750,000
LNR402	MAUNA KEA FENCE, HAWAII	C	500,000	500,000			500,000	500,000
LNR402	KANAIO RESOURCE PROTECTION, MAUI	C	-	800,000			-	800,000
LNR402	NORTH KONA GAME MANAGEMENT HABITAT CONSERVATION PLAN FENCING, HAWAII	C	200,000	200,000			200,000	200,000
LNR402	HILO BASEYARD BULK FUEL TANK INSTALLATION, HAWAII	C	150,000	-			150,000	-
LNR402	KANAHA POND STATE WILDLIFE SANCTUARY FENCE REPLACEMENT, MAUI	C	300,000	-			300,000	-
LNR402	DOFAW MAUI BASEYARD RESTROOM RENOVATION, MAUI	C	-	55,000			-	55,000
LNR402	DOFAW MAUI BASEYARD GENERATOR, MAUI	C	-	55,000			-	55,000
LNR402	KURE MARINE DEBRIS CRUISE, OAHU	C	200,000	245,000			200,000	245,000
LNR404	DEEP MONITOR WELLS, STATEWIDE	C			11	500,000	-	500,000
LNR407	WATERSHED PROTECTION AND INITIATIVES, STATEWIDE	C	6,583,000	5,992,000			6,583,000	5,992,000
LNR407	KANAIO DRY FOREST FENCE, MAUI	C	300,000	-			300,000	-
LNR407	INVERTEBRATE AND PLANT PROPAGATION FACILITY, OAHU	C	-	200,000			-	200,000
LNR407	KAENA POINT PREDATOR PROOF FENCE RETROFITS, OAHU	C	22,000	20,000			22,000	20,000
LNR407	NURSERY AND FACILITY RENOVATION, KAUAI	C	75,000	75,000			75,000	75,000
LNR906	ENVIRONMENTAL STUDIES FOR VARIOUS PROJECTS, STATEWIDE	C	1,000,000	-			1,000,000	-
	SUBTOTAL BY MOF		10,080,000	8,892,000		5,500,000	10,080,000	14,392,000

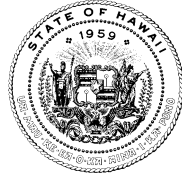
Prog ID	Project Title	MOF	ACT 40, SLH 2019 APPROPRIATIONS		SUPPLEMENTAL CIP REQUESTS		TOTAL FB 2019-2021 REQUESTS	
			FY 20	FY 21	Priority #	FY 21	FY 20	FY 21
<b>H. CULTURE AND RECREATION</b>								
LNR801	MAALAEA SMALL BOAT HARBOR SOUTH MOLE FINDER PIER REPAIR, MAUI	C	-	3,500,000			-	3,500,000
LNR801	PUNA BOAT RAMP AND PIER FEASIBILITY STUDY, HAWAII	C	500,000	-			500,000	-
LNR801	KAILUA-KONA WHARF, HAWAII	C	150,000	-			150,000	-
LNR801	WAILOA SMALL BOAT HARBOR, HAWAII	C	500,000	-			500,000	-
LNR802	EAST HAWAII HISTORIC PRESERVATION CENTER, HAWAII	C	250,000	-			250,000	
LNR804	NA ALA HELE PROGRAM PLAN REVISION, STATEWIDE	C	450,000	-			450,000	-
LNR804	POLOLU TRAILHEAD, HAWAII	C	-	500,000			-	500,000
LNR806	LUMP SUM STATE PARK IMPROVEMENTS, STATEWIDE	C			1	6,000,000	-	6,000,000
LNR806	RUSSIAN FORT ELIZABETH STATE HISTORICAL PARK, KAUAI	C	800,000	-			800,000	-
LNR806	WAHIAWA FRESHWATER STATE RECREATION AREA, OAHU	C	1,500,000	-			1,500,000	-
LNR806	STATE PARKS HAZARD MITIGATION IMPROVEMENTS, STATEWIDE	C	1,000,000	1,000,000			1,000,000	1,000,000
LNR806	MALAEKAHANA STATE RECREATION AREA, KAHUKU SECTION, OAHU	C	1,000,000	2,200,000			1,000,000	2,200,000
LNR806	MALAEKAHANA STATE RECREATION AREA, KAHUKU SECTION, OAHU	N	500,000	500,000			500,000	500,000
LNR806	DIAMOND HEAD STATE MONUMENT, OAHU	C	250,000	750,000			250,000	750,000
	SUBTOTALS BY MOF	C	6,400,000	7,950,000		6,000,000	6,400,000	13,950,000
		N	500,000	500,000		-	500,000	500,000

**K. GOVERNMENT-WIDE SUPPORT**

LNR101	KAANAPALI BEACH RESTORATION AND BERM ENHANCEMENT, KAAANAPALI, MAUI	C			6	5,200,000	-	5,200,000
LNR101	KAANAPALI BEACH RESTORATION AND BERM ENHANCEMENT, KAAANAPALI, MAUI	R			6	4,650,000	-	4,650,000
LNR101	KAANAPALI BEACH RESTORATION AND BERM ENHANCEMENT, KAAANAPALI, MAUI	T			6	1,150,000	-	1,150,000
LNR101	NA WAI EHA LAND ACQUISITION, MAUI	B			15	4,000,000	-	4,000,000
LNR101	KEALAKEKUA PIKO ACQUISTION, HAWAII	B			16	2,000,000	-	2,000,000
LNR101	HOOMAU FOREST CONSERVATION EASEMENT ACQUISITION, HAWAII	B	100,000	-			100,000	-
LNR101	ROYAL HAWAIIAN GROIN REPLACEMENT, OAHU	C	1,250,000	-			1,250,000	-
LNR101	ROYAL HAWAIIAN GROIN REPLACEMENT, OAHU	R	1,250,000	-			1,250,000	-
LNR101	HALOA AINA CONSERVATION EASEMENT ACQUISITION, HAWAII	B	1,000,000	-			1,000,000	-
LNR101	WAIKIKI MASTER PLAN IMPROVEMENTS, OAHU	B	-	1,500,000			-	1,500,000
LNR101	WAIKIKI MASTER PLAN IMPROVEMENTS, OAHU	C	-	1,850,000			-	1,850,000
LNR101	WAIKIKI MASTER PLAN IMPROVEMENTS, OAHU	R	-	3,000,000			-	3,000,000
LNR101	WAIKIKI MASTER PLAN IMPROVEMENTS, OAHU	T	-	4,000,000			-	4,000,000
	SUBTOTALS BY MOF	B	1,100,000	1,500,000		6,000,000	1,100,000	
		C	1,250,000	1,850,000		5,200,000	1,250,000	
		R	1,250,000	3,000,000		4,650,000	1,250,000	
		T	-	4,000,000		1,150,000	-	

DAVID Y. IGE  
GOVERNOR  
STATE OF HAWAII

JOSH GREEN  
LT. GOVERNOR  
STATE OF HAWAII



WILLIAM J. AILA, JR.  
CHAIRMAN  
HAWAIIAN HOMES COMMISSION

TYLER I. GOMES  
DEPUTY TO THE CHAIRMAN

**STATE OF HAWAII  
DEPARTMENT OF HAWAIIAN HOME LANDS**

P. O. BOX 1879  
HONOLULU, HAWAII 96805

TESTIMONY OF WILLIAM J. AILA, JR, CHAIRMAN  
HAWAIIAN HOMES COMMISSION  
BEFORE THE SENATE COMMITTEE ON WAYS AND MEANS  
HEARING ON FEBRUARY 25, 2020 AT 12:25PM IN CR 211

IN SUPPORT OF

**SB 3139, RELATING TO THE STATE BUDGET**

February 21, 2020

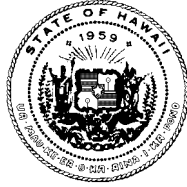
Aloha Chair Dela Cruz, Vice Chair Keith-Agaran and Members of the Committee:

Thank you for the opportunity to testify on Senate Bill 3139, which amends the appropriations and capital improvement projects authorized for fiscal biennium 2019-2021 made by Act 40, Session Laws of Hawaii 2019 and amends the operating and capital improvement grants authorized by Act 39, Session Laws of Hawaii 2019. This bill includes requests for \$25 million in CIP funding for FY 2021.

The Hawaiian Homes Commission approved the "Sufficient Sums" budget request, which DHHL submitted to the Governor and the Legislature as detailed in our budget testimony that can be reviewed at: [https://www.capitol.hawaii.gov/session2020/testimony/Info\\_Testimony\\_WAM-HWN\\_01-13-20\\_HHL.pdf](https://www.capitol.hawaii.gov/session2020/testimony/Info_Testimony_WAM-HWN_01-13-20_HHL.pdf). While DHHL's obligation to make this request is clear, the budget included in the Governor's Supplemental Budget request is an appropriate base line given our current staffing levels and funding.

We are most appreciative of the support given by the Legislature to the Hawaiian homes program. Thank you for your consideration of our testimony.

DAVID Y. IGE  
GOVERNOR



PANKAJ BHANOT  
DIRECTOR

CATHY BETTS  
DEPUTY DIRECTOR

STATE OF HAWAII  
DEPARTMENT OF HUMAN SERVICES  
P. O. Box 339  
Honolulu, Hawaii 96809-0339

February 24, 2020

TO: The Honorable Senator Donovan M. Dela Cruz, Chair  
Committee on Ways & Means

FROM: Pankaj Bhanot, Director

SUBJECT: **SB 3139 – RELATING TO THE STATE BUDGET**

Hearing: February 25, 2020, 12:25 p.m.  
Conference Room 211, State Capitol

**DEPARTMENT'S POSITION:** The Department of Human Services (DHS) supports this bill. Attached is a comprehensive spread sheet of the department's capital improvement projects (CIP) for State Fiscal Year (SFY) 20 and SFY21, as well as the department's supplemental CIP budget requests for SFY21. Below is the budget narrative that describes the supplemental CIP budget requests for SFY 21. Also included is the budget narrative for biennium CIP budget appropriations made through Act 40, Session Laws of Hawaii 2019. DHS requests that all CIP appropriations of Act 40, (SLH) 2019, to DHS remain as they were in Act 40, (SLH) 2019. HPHA may provide its own CIP budget narrative.

**PURPOSE:** The bill amends the appropriations and capital improvement projects authorized for fiscal biennium 2019-2021 made by Act 40, Session Laws of Hawaii 2019. Amends the operating and capital improvement grants authorized by Act 39, Session Laws of Hawaii 2019.

**Supplemental CIP Budget Request for SFY 21**

The Office of Youth Services, Hawaii Youth Correctional Facility requests the following for its proposed CIP:

**Hawai'i Youth Correctional Facility (HYCF)**

**HMS 503 – HYCF**

PRIORITY		Program ID	Description	MOF	FTE (P)	FTE (T)	\$ Amount
1	HYCF	FY21.2	HYCF Maluhia Cottage Air Conditioning and Electrical Improvements	C			780,000
2	HYCF	FY21.1	HYCF Canoe House Renovations	C			1,080,000

**HYCF 1 - Maluhia Cottage Air Conditioning and Electrical Improvements**

This CIP request is to fund the renovation of the Maluhia Cottage electrical and air conditioning systems and to support the creation of an eight-bed secured adjudicated female youth residential Mental Health program in partnership with the Department of Health, Child, Adolescent, and Mental Health Division. The cottage was built in 1928 as the home for the Superintendent and about a decade ago, a secure attachment was added that created cells for 17 beds. A secured compound was erected around the house, reclassifying the structure to a class III Correctional Structure. Currently, it is the residence of the HYCF Administrator as mandated by the 2009 federal consent decree. HYCF’s Juvenile Justice Reform has reduced the need for the administrator to maintain a 24-hour presence on campus, and this opens opportunity for additional programming on the campus.

**HYCF 2 - HYCF Canoe House Renovations**

This CIP request is to fund the interior and exterior renovations of the HYCF Canoe House that was built in 1928 and to prepare to open an eight- to ten-bed transitional program for adjudicated and committed youth. In the past nine decades, the Canoe House has seen many programmatic changes to its purpose. The canoe house currently serves as the Youth Correctional Officer Training Cottage. It is already equipped with bathroom, showers, kitchen areas, and office space, but the building needs upgrades and an interior residential component.

**Biennium CIP Budget Request for SFY 21**

Though Act 40, Session Laws of Hawaii (SLH) 2019, the Legislature appropriated the following amounts to DHS:

**Office of Youth Services/Hawaii Youth Correctional Facilities – Capital Improvement Projects****HMS 503 – Hawai’i Youth Correctional Facility (HYCF)****HYCF Campus Improvements Planning, Oahu (FY19.1)**

**Request: \$800,000 C for FY20**

The health and safety of the wards were major issues addressed in the Department of Justice Memorandum of Agreement with the State of Hawaii (2009). However, this project was given a low priority in lieu of the other more pressing problems at the Ho’okipa Makai. If this funding is approved in the 2019 Legislature, the HYCF envisions multiple high-risk youth

populations upon its property to address several weaknesses in the Juvenile Justice System.

**HYCF Sewer Improvements, Oahu (FY20.1)**

**Request: \$600,000 C for FY20**

Recent communication from the United States Environmental Protection Agency, Region IX, sought information related to the subsurface wastewater infrastructure on the HYCF campus. Based on the requirements, the HYCF operational staff discovered 2 cesspools still in operation. These cesspools are in apparent violation of 42 USC §300j-4 of the Safe Drinking Water Act. One cesspool in question currently serves the Kawaihoa Youth and Family Wellness Center's Homeless Shelter that houses 20 homeless young adults; the other cesspool serves Building 5 and will be removed under a separate CIP proposed project.

**HYCF Water System Improvements, Oahu (FY20.5)**

**Request: \$900,000 C for FY20**

With the recent change in HYCF operations leadership, an assessment and review of the campus water system is warranted. Recent operational problems with the water pump station, the inability to cut off water for pipe repairs, and water tank deterioration have provided an opportunity to evaluate the water system, implement much needed repairs, and develop a future maintenance plan.

**HYCF Gym Foundations Repair, Oahu (FY20.6)**

**Request: \$225,000 C for FY20**

HYCF campus gymnasium was built in 1928 as part of the Kawaihoa Training School for Girls; its foundation needs repair as the campus gymnasium continues to be an intricate part of the mission of the Kawaihoa Youth and Family Wellness Center. Currently, the gym is utilized for recreational and programs by the students of Olomana School, students of a construction and mechanical vocational program called Kina'i Eha, community volleyball clubs, and the HYCF Incarcerated population.

The scope of the HYCF campus gymnasium foundation repair is to correct the loss of bearing soils. The consultant will need to assess the condition of the floor to determine if the building has settled and if the work should involve re-leveling of the building before the foundation is repaired. Anticipated work includes: demolition of the concrete footing, excavation for the new footing, temporary framing to support the building, constructing the concrete footing, backfilling, hazardous materials removal, and related work. Once the foundation is secured, the gym will play an important role in the proposed master plan of the Kawaihoa Youth and Family Wellness Center's sports complex that will also include its swimming pool and recreational fields. These facilities and fields will be utilized for recreational activities for the youth and young adults on property as well as community DOE athletic programs.

HMS 802 – Vocational Rehabilitation

802GA	Capital Improvement Project		
	<u>Project Title</u>	MOF	<u>FY20</u>
	Ho’opono Flood Zone Remediation	C	811,000

The department requests an appropriation of \$811,000 (C) for fiscal year 2020-2021 to address additional necessary flood zone remediation at the Ho'opono Services for the Blind facility of the Division of Vocational Rehabilitation (HMS 802). This addition will be included in a Governor's Message to include these funds in the executive budget bill.

As background for the Ho'opono Flood Zone Remediation, Act 49, SLH 2017, appropriated \$521,000 to DVR for design and construction to replace basement walls with a structure to withstand forces due to potential flooding, elevate wall openings, and protect the equipment around the Ho'opono Services for the Blind building. The capital improvement project is known as the Ho'opono Flood Zone Remediation.

However, the department of accounting and general services has advised the department of human services that additional capital improvement funding in the sum of \$810,310 (C) (rounded up to \$811,000 (C)) is required to respond to new flood zone mitigation requirements established by the City and County of Honolulu after the initial 2017 planned improvements were completed.

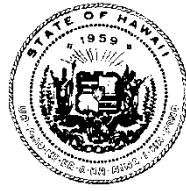
Additional suggested amendments for the committee is that the drafting agency include the appropriate language to authorize the director of finance to issue the appropriate sums of general obligation bonds (C) as is necessary for the department to complete the projects and to include appropriate lapsing provisions generally included for capital improvement projects.

Thank you for the opportunity to testify on this measure.



Department of Human Services  
Program ID Totals

				<b>FY 20 CIP Appropriation Act 040, SLH 2019</b>	<b>FY21 CIP Requests Governor's Decision</b>
Prog ID	Program Title	Project Title	MOF	\$\$\$	\$\$\$
HMS 220	Rental Housing Services	Lump Sum Public Housing Development, Improvements, and Renovations, Statewide	C	\$ 20,000,000	\$ 20,000,000
HMS 220	Rental Housing Services	HPHA School Street Predevelopment, Oahu	C		\$ 2,500,000
HMS 503	Hawaii Youth Correctional Facility	HYCF Campus Improvements, Planning, Oahu	C	\$ 800,000	
HMS 503	Hawaii Youth Correctional Facility	HYCF Sewer Improvements, Oahu	C	\$ 600,000	
HMS 503	Hawaii Youth Correctional Facility	HYCF Water System Improvements, Oahu	C	\$ 900,000	
HMS 503	Hawaii Youth Correctional Facility	HYCF Gym Foundation Repairs, Oahu	C	\$ 225,000	
HMS 503	Hawaii Youth Correctional Facility	HYCF Maluhia Cottage Air Conditioning and Electrical Improvements, Oahu	C		\$ 780,000
HMS 503	Hawaii Youth Correctional Facility	HYCF Canoe House Renovations, Oahu	C		\$ 1,080,000
HMS 802	Vocational Rehabilitation	Ho'opono Floodzone Remediation, Oahu	C	\$ 811,000	
<b>Department Total</b>			<b>C</b>	<b>\$ 23,336,000</b>	<b>\$ 24,360,000</b>



**STATE OF HAWAII**  
HAWAII PUBLIC HOUSING AUTHORITY  
1002 NORTH SCHOOL STREET  
POST OFFICE BOX 17907  
HONOLULU, HAWAII 96817

Statement of  
**Hakim Ouansafi**  
Hawaii Public Housing Authority  
Before the

**SENATE COMMITTEE ON WAYS AND MEANS**

**Tuesday, February 25, 2020**  
**12:25 PM - Room 211, Hawaii State Capitol**

In consideration of  
**SB 3139**  
**RELATING TO THE STATE BUDGET**

Honorable Chair Dela Cruz and Members of the Senate Committee on Ways and Means, thank you for the opportunity to provide testimony concerning Senate Bill (SB) 3139, relating to the state budget.

The Hawaii Public Housing Authority (HPHA) **supports** SB 3139. This measure amends the appropriations and capital improvement projects authorized for fiscal biennium 2019-2021 made by Act 40, Session Laws of Hawaii 2019. Amends the operating and capital improvement grants authorized by Act 39, Session Laws of Hawaii 2019.

The HPHA's mission is to promote adequate and affordable housing in perpetuity, economic opportunity and a suitable living environment free from discrimination through its public housing and rental assistance programs. The HPHA serves the State's most disadvantaged populations, including the homeless and those at risk of homelessness, those earning less than thirty percent of the Area Median Income (AMI), the disabled and the elderly.

**I. Lump sum for public housing development, improvements, and renovations statewide**

Due to the age of our housing inventory, and unexpected issues that often occur, the HPHA respectfully requests your consideration for a lump sum budget request (as you have appropriated in the past), which will provide the agency with the flexibility of managing and expending capital funds in an expeditious manner, and also will not disclose to contractors exactly how much funding is attached to any project. These crucial funds will provide the agency with the ability to tackle its capital needs backlog of more than \$592M in capital needs. The agency has properties that have been built over 50 plus years ago, and the issues at these properties need to be addressed.

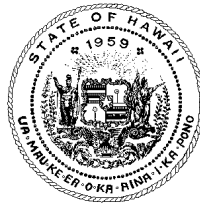
The current supplemental budget includes \$20,000,000 in lump sum CIP. This appropriation will assist to expedite the repair and maintenance and remodeling of hundreds of units. The construction projects including site improvements, ADA compliance, structural repairs, re-roofing, infrastructure upgrades, concrete spall repairs and painting.

**II. \$2.5M for HPHA North School Street Predevelopment Funding**

The HPHA continues to embrace innovative approaches to redevelop its aging inventory through Private Public Partnerships and higher density, mixed-income, mixed-use projects. The HPHA partnered with the nonprofit organization Retirement Housing Foundation and has signed a Master Development Agreement to redevelop the 1002 N. School Street land. The master plan has evolved with extensive input from residents, community leaders and stakeholders, elected officials, government and service agencies to envision a project that will include 800 elderly affordable rental units, HPHA offices, and retail uses that best serve the surrounding community. This funding will go towards the HPHA's share of predevelopment activities, design, entitlements and site improvements.

The HPHA appreciates the opportunity to provide the Committee with the HPHA's testimony regarding SB 3139. We thank you very much for your dedicated support.

DAVID Y. IGE  
GOVERNOR



STATE OF HAWAII  
**DEPARTMENT OF PUBLIC SAFETY**  
919 Ala Moana Boulevard, 4th Floor  
Honolulu, Hawaii 96814

**NOLAN P. ESPINDA**  
DIRECTOR

**Maria C. Cook**  
Deputy Director  
Administration

**Shari L. Kimoto**  
Deputy Director  
Corrections

**Renee R. Sonobe Hong**  
Deputy Director  
Law Enforcement

No. \_\_\_\_\_

TESTIMONY ON SENATE BILL 3139  
RELATING TO THE STATE BUDGET.

by  
Nolan P. Espinda, Director

Senate Committee on Ways and Means  
Senator Donovan M. Dela Cruz, Chair  
Senator Gilbert S.C. Keith-Agaran, Vice Chair

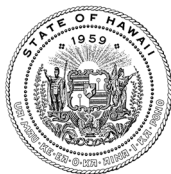
Tuesday, February 25, 2020; 12:25 p.m.  
State Capitol, Conference Room 211

Chair Dela Cruz, Vice Chair Keith-Agaran, and Members of the Committee:

The Department of Public Safety (PSD) **supports** Senate Bill (SB) 3139, which appropriates, in part, additional funding of \$55 million for PSD's Capital Improvement Projects (CIP) for FY 2021.

Thank you for the opportunity to testify on this measure.

DAVID Y. IGE  
GOVERNOR



CRAIG K. HIRAI  
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)

TESTIMONY BY CRAIG K. HIRAI  
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE  
TO THE SENATE COMMITTEE ON WAYS AND MEANS  
ON  
SENATE BILL NO. 3139

**February 25, 2020**  
**12:25 p.m.**  
**Room 211**

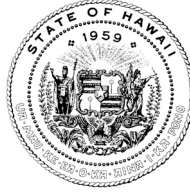
RELATING TO THE STATE BUDGET

The Department of Budget and Finance supports this measure.

Senate Bill No. 3139 amends the appropriations and capital improvement projects (CIP) for Fiscal Biennium 2019-21 authorized by Act 40, SLH 2019. This bill also intends to amend Act 39, SLH 2019, which authorizes operating and CIP grants under Chapter 42F, HRS, but has not yet done so.

The department supports this measure which reflects the Governor's Supplemental Budget CIP Request and the Administration's priorities.

Thank you for your consideration of our comments.



**OFFICE OF ENTERPRISE TECHNOLOGY SERVICES**

P.O. BOX 119, HONOLULU, HI 96810-0119  
Ph: (808) 586-6000 | Fax: (808) 586-1922  
ETS.HAWAII.GOV

Testimony of  
**DOUGLAS MURDOCK**  
Chief Information Officer  
Enterprise Technology Services

Before the

SENATE COMMITTEE ON WAYS AND MEANS  
TUESDAY, FEBRUARY 25, 2020

SENATE BILL No. 3139  
RELATING TO THE STATE CAPITALBUDGET

Dear Chair De La Cruz, Vice Chair Keith-Agaran and members of the committee:

The Office of Enterprise Technology Services (ETS) supports this measure which is intended to adjust and request appropriations for fiscal biennium 2019-2021 funding requirements for capital improvement program (CIP) projects of executive branch agencies and programs. ETS supports the CIP budgets set forth in the bill and hereby submits testimony highlighting further information in support of our additional CIP requests for AGS 130 and AGS 131 (Items 1 and 2).

**Enterprise Technology Services – Governance & Innovation (AGS130)**

1.	AGS130 - ENTERPRISE TECHNOLOGY SERVICES - GOVERNANCE AND INNOVATION		
	INVESTMENT CAPITAL	AGS	1,800,000C [ <del>0C</del> ]
			<u>17,000,000C</u>

This request is to appropriate operating funds to support AGS 130. This request also seeks to appropriate additional capital improvement funds for the State Finance System (Hawaii Modernization Initiative), Statewide. The purpose of this capital improvement project is to modernize and replace all the State's financial management systems for Executive Branch departments.

The State of Hawaii is executing a targeted approach to modernizing systems in core enterprise resource planning (ERP) areas. The large strategic ERP project originally envisioned has been broken into transactional pieces in order to improve the chance of success with each system. Thus far we have modernized human resources and gross payroll administration and processing. We are currently underway with a funded and contracted effort to modernize time and leave management. The Hawaii Modernization (HiMod) Initiative supports and recognizes a modular implementation approach, whereby finance will be the third "module" or component under this

modernization effort. This targeted approach will extend to modernizing the State of Hawaii's 40-year-old financial management system (FAMIS) and related applications and data warehouses. We currently project that there are over 50 systems that should be replaced by the modern financial management system.

A new State enterprise finance system will integrate all business management functions within a complex government environment, including planning, processing, inventory management, engineering, construction, purchasing, time and attendance, payroll, accounting and finance, human resources, and more. It will implement a full-featured financial backbone that significantly expands the State's ability to report the level of detail for budgeting, appropriation management, financial reporting, and meet current compliance standards for accounting. The State may leverage a uniform financial application for all Executive Branch departments and potentially extend services to agencies or jurisdictions who may be in similar risk situations with their fragility of their legacy-based finance applications and systems.

**Enterprise Technology Services – Operations & Infrastructure Maintenance (AGS131)**

2.	AGS131 - ENTERPRISE TECHNOLOGY SERVICES - OPERATIONS AND INFRASTRUCTURE MAINTENANCE		
	INVESTMENT CAPITAL	AGS	5,015,000C [-----00E] <u>6,000,000C</u>

This request is to appropriate operating funds to support AGS 131. This request also seeks to appropriate additional capital improvement funds for the Lump Sum Health and Safety, Information and Communication Services Division, Statewide. The purpose of this capital improvement project is to continue with renovation, modernization, capacity upgrades, and expansion of critical microwave and radio communications facilities for first responders' communications backbone systems. The project will also provide new radio towers, equipment buildings, generator and fuel systems, air conditioning, system backup batteries, and digital microwave systems at various sites statewide. Where possible, the State will seek to collocate in existing communications facilities. The State has no radio facilities or interconnecting microwave links to support the continued and growing need for public safety radio in the Windward, North Shore, and Central Oahu areas. Similar conditions exist in West Kauai and West Hawaii.

Communications infrastructure, such as communications towers, generators, and air conditioning systems at various sites, are reaching the end of their useful life. Renovation or replacement is necessary to ensure continued communications with improvements to strengthen the State's ability to respond to natural or man-made disasters through statewide communications network infrastructure improvements. This includes expanded communications coverage of the ANUENUE and HAWAIIAN systems to communications sites that will provide service to areas that currently lack or have insufficient coverage.

Thank you for this opportunity to provide testimony on this bill.



# NATURAL ENERGY LABORATORY OF HAWAII AUTHORITY

An Authority of the State of Hawaii attached to the Department of Business, Economic Development & Tourism

Statement of  
**Gregory P. Barbour**  
**Executive Director**  
Natural Energy Laboratory of Hawaii Authority  
before the

## **SENATE COMMITTEE ON WAYS AND MEANS**

Tuesday, February 25, 2020  
12:25 pm  
State Capitol, Conference Room 211

in consideration of  
**S.B. 3139**  
**RELATING TO THE STATE BUDGET.**

The Natural Energy Laboratory of Hawaii Authority (NELHA) strongly supports S.B. 3139 which amends the appropriations and capital improvement projects (CIP) authorized for fiscal biennium 2019 – 2021 made by Act 40 Session Laws of Hawaii 2019. This measure includes a CIP appropriation for fiscal year 2021 for NELHA of \$500,000 on page 3 item 8A.

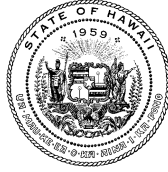
NELHA is requesting these CIP funds to conduct field studies, planning, preliminary design and financial analysis for development of a non-potable water well to supply agricultural uses at our Hawaii Ocean Science and Technology Park (HOST Park) and possibly for various nearby State and private entities. When constructed, this project could divert up to 1 million gallons of potable water back to the public water system for other (higher) uses.



Construction and maintenance standards for non-potable water wells and distribution lines are significantly simpler than those in place for potable water systems. The cost to install and operate a non-potable water well mauka of HOST Park could be significantly less than the cost to add a potable well to the existing County of Hawaii distribution system in West Hawaii. This cost savings results in a lower water cost per unit for the agricultural end-user - thereby saving businesses money and furthering economic growth.

Thank you for the opportunity to offer these comments.

DAVID Y. IGE  
GOVERNOR



CURT T. OTAGURO  
COMPTROLLER  
AUDREY HIDANO  
DEPUTY COMPTROLLER

**STATE OF HAWAII**  
**DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES**  
P.O. BOX 119, HONOLULU, HAWAII 96810-0119

WRITTEN TESTIMONY  
OF  
CURT T. OTAGURO, COMPTROLLER  
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES  
TO THE SENATE COMMITTEE ON WAYS AND MEANS

TUESDAY, FEBRUARY 25, 2020, 12:25 P.M.  
CONFERENCE ROOM 211, STATE CAPITOL

S.B. 3139

RELATING TO THE STATE BUDGET

Chair Dela Cruz, Vice Chair Keith-Agaran, and members of the Committee, thank you for the opportunity to submit testimony in support of S.B. 3139 as it relates to our department's requests for additional resources for capital improvement projects in Fiscal Year 2021. S.B. 3139 amends: (1) Act 40, Session Laws of Hawaii (SLH) 2019, which appropriated funds for capital improvement projects for Fiscal Biennium (FB) 2019-2021; and (2) Act 39, SLH 2019, which appropriated funds for grants, including both operating and capital improvement grants, pursuant to Chapter 42F, Hawaii Revised Statutes.

The Department of Accounting and General Services (DAGS) appreciates the inclusion of our requests in S.B. 3139 for capital improvement resources in Fiscal Year 2021, as reflected in the Executive Supplemental Budget for FB 2019-2021 in H.B. 2200, Relating to the State Budget and SB 2075, Relating to the State Budget:

<b>Prog ID</b>	<b>Project Title</b>	<b>MOF</b>	<b>FY 21 Adjustments</b>
AGS130	STATE FINANCE SYSTEM (HAWAII MODERNIZATION INITIATIVE)  To modernize and replace all the State's financial management systems for Executive Branch departments.	C	17,000,000
AGS131	LUMP SUM HEALTH AND SAFETY, INFORMATION AND COMMUNICATION SERVICES DIVISION, STATEWIDE  To continue with renovation, modernization, capacity upgrades, and expansion of critical microwave and radio communications facilities for first responders' communications backbone systems.	C	6,000,000
AGS221	WASHINGTON PLACE, HEALTH AND SAFETY AND QUEEN'S GALLERY RENOVATIONS, OAHU  To complete work to allow for full public use and enjoyment of the facility.	C	6,900,000
AGS221	LUMP SUM STATE OFFICE BUILDING REMODELING, STATEWIDE  To address space optimization initiatives in public buildings and sites.	C	2,800,000
	<b>TOTAL</b>	<b>C</b>	32,700,000

Thank you for the opportunity to submit testimony in support of this measure which funds our requests for capital improvement resources.



# UNIVERSITY OF HAWAII SYSTEM

## Legislative Testimony

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Testimony Presented Before the  
Senate Committee on Ways and Means  
February 25, 2020 at 12:25 p.m.

By  
Jan Gouveia, Vice President for Administration  
University of Hawai'i System

### SB 3139 – RELATING TO THE STATE BUDGET

Chair Dela Cruz, Vice Chair Keith-Agaran, and members of the committee:

Thank you for the opportunity to present testimony on SB 3139, Relating to the State Budget. The University of Hawai'i ("University") respectfully requests funds to support the Capital Improvement Projects (CIP) budget adopted by the Board of Regents for the University of Hawai'i ("Board") which totals \$236.8 million for FY 2020–2021.

The Board approved CIP budget represents a comprehensive and strategic approach to its capital program framed primarily by the 2017 Integrated Academic and Facilities Plan for the University of Hawai'i System, which commits the University to maximizing the use of existing space through shared classrooms and flexible furniture that support diverse programs and interdisciplinary learning. Additionally, in 2018, the Board adopted a Resolution Supporting Moratorium on Square Footage Growth, which places a moratorium on "all new construction that results in an increase in the total campus building square footage without an equivalent reduction in square footage on any campus with an overall deferred maintenance backlog greater than 10% of the replacement value of its facilities" (except for P3 opportunities and 5 specific projects).

Based on these principles, the University adopted a 6-year CIP Plan that concentrates on modernizing existing facilities and increasing the quality of the learning, research and work environment. The process for developing the plan was driven by the Office of the Vice President for Administration and involved input from facilities teams, academic leaders, instructional and research faculty, surveys, enrollment data, course registration data, and Sightlines data. Goals and deliverables were determined through reviewing best practices and strategies for capital investment and facilities management; examining research and modern practices in teaching, learning and research; coordinating facilities planning with academic programs; and evaluating current space utilization and conditions of facilities.

In total, the University manages over 14 million gross square feet of facilities – ranging from complex biosafety laboratories to NCAA athletic stadiums and facilities. The University has been monitoring its deferred maintenance backlog for over 10 years and has seen a steady growth in the balance due primarily to inadequate and unpredictable funding. Currently, the University has nearly \$750 million in its deferred maintenance backlog, and a minimum of \$80 million a year is needed just to prevent it from further increasing.

As the only public institution of higher education in the State, the University strives to be a premier provider of knowledge and inspiration by offering dynamic and engaged learning experiences.

Unfortunately, it has reached a point where the current condition of our facilities is impeding our mission. Full funding of the Board-approved FY 2020–2021 CIP budget is needed to provide quality learning and research environments. A summary of the Board-approved FY 2020–2021 CIP budget is provided below:

Prog ID	Project Title	\$\$\$
UOH100	Mānoa Mini Master Plan Phase 2	\$66,000,000
UOH100	Renew, Improve, and Modernize	\$60,500,000
UOH100	Kuykendall Hall	\$4,000,000
UOH100	Holmes Hall	\$1,000,000
UOH100	Central Admin Facility with Parking	\$4,000,000
UOH210	Renew, Improve, and Modernize	\$6,000,000
UOH700	Planning Projects	\$500,000
UOH700	Campus Center Phase 2	\$35,000,000
UOH800	Capital Renewal and Deferred Maintenance	\$10,500,000
UOH800	HonCC Science Building	\$46,000,000
UOH800	WinCC Agripharmatech Bioprocessing Facility	\$3,000,000
UOH900	Renovations to enhance culture and education at Hale Pohaku or other suitable location that does not include a telescope	\$300,000
<b>Total</b>		<b>\$236,800,000</b>

We respectfully request that the \$46.0 million for the Honolulu Community College’s Science Building be allocated to other University projects as the City and County of Honolulu has indicated that they will not be ready for that building to come online in the near future.

Thank you for this opportunity to testify.



## DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

DAVID Y. IGE  
GOVERNOR

MIKE MCCARTNEY  
DIRECTOR

No. 1 Capitol District Building, 250 South Hotel Street, 5th Floor, Honolulu, Hawaii 96813  
Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804  
Web site: [dbedt.hawaii.gov](http://dbedt.hawaii.gov)

Telephone: (808) 586-2355  
Fax: (808) 586-2377

**LATE**

Statement of  
**MIKE MCCARTNEY**  
Director

Department of Business, Economic Development, and Tourism  
before the  
**SENATE COMMITTEE ON WAYS AND MEANS**

Tuesday, February 25, 2020  
12:25 PM  
State Capitol, Conference Room 211

In consideration of  
**SB 3139**  
**RELATING TO THE STATE BUDGET.**

Chair Dela Cruz, Vice Chair Keith-Agaran and members of the Committee.

The Department of Business, Economic Development and Tourism (DBEDT) supports the Governor's Executive FY 21 Capital Improvement Budget Requests.

DBEDT requests three new CIP requests, including a \$10,000,000 request to fund a carrier neutral cable landing infrastructure which is critical to provide the needed digital access for Hawaii's citizens.

SB3139 amends capital improvement projects for Fiscal Biennium 2019-2021 funding requirements made by Act 40, Session Laws of Hawaii 2019.

Thank you for the opportunity to testify.

DAVID Y. IGE  
GOVERNOR



KENNETH S. HARA  
MAJOR GENERAL  
ADJUTANT GENERAL

STEPHEN F. LOGAN  
COLONEL  
DEPUTY ADJUTANT GENERAL

STATE OF HAWAII  
**DEPARTMENT OF DEFENSE**  
OFFICE OF THE ADJUTANT GENERAL  
3949 DIAMOND HEAD ROAD  
HONOLULU, HAWAII 96816-4495



TESTIMONY ON SENATE BILL 3139  
A BILL RELATING TO RELATING TO THE STATE BUDGET

PRESENTATION TO  
COMMITTEE ON WAYS AND MEANS

BY

MAJOR GENERAL KENNETH S. HARA  
ADJUTANT GENERAL AND DIRECTOR OF STATE EMERGENCY MANAGEMENT AGENCY

FEBRUARY 24, 2020

Chair Donovan M. Dela Cruz, and Vice Chair Gilbert S.C. Keith-Agaran, and Members of the Committee.

I am Major General Kenneth S. Hara, State Adjutant General and the Director of the Hawaii Emergency Management Agency. I am testifying in **SUPPORT** of Senate Bill 3139.

Thank you for the opportunity to provide written testimony on behalf of the Department of Defense which supports SB3139, Relating to the Department of Defense Capital Improvement Projects; Executive Branch; Chapter 42F; Grants.

Highlights of the Executive CIP Budget Request: The Department requested two (2) Capital Improvement Projects totaling \$28,775,000 in GO Bonds (MOF A) and \$3,825,000 in Other Federal Funds (MOF P) for FY21 Supplemental Budget.

1) In priority, our first CIP project is the VA Long-term Care Facility (also known as the Hawaii State Veterans Home) located in Kapolei, Oahu. This project will build Hawaii's second State Veterans Home, adding 120 beds and supporting long-term care services for veterans in Hawaii. The project will add an additional \$26,275,000 in GO Bonds (MOF A) and \$3,825,000 in Other Federal Funds (MOF P) for design, construction, equipment to account for project cost increase due to changes in VA program requirements, changes in project site location and size (from 2.5 acres to 7 acres), and inflation. If supplemental funding is not received, the State will be required to return the \$44,753,618 awarded in federal grant. Furthermore, without the federal grant funding, the State will assume 100% of the cost of the veterans home. Design is completed and construction is anticipated to start as early as late 2020 pending additional supplemental GO Bonds.

2) Our second CIP priority is the Disaster Warning and Communications Devices project for the Hawaii Emergency Management Agency (HIEMA). This project will add \$2,500,000 in GO Bonds (MOF A) for planning, design, and construction funds to install new,

replace and/or upgrade outdoor siren warning systems statewide. This project will expand the coverage and reliability of the warning and control system, as well as modernize and alleviate siren coverage gap areas in Hawaii.

Thank you for the opportunity to support SB3139. If you have any questions or need additional information to our response, please contact our administrative services officer Rusty Spray at (808) 726-5599 or at [rusty.spray@hawaii.gov](mailto:rusty.spray@hawaii.gov)



DAVID Y. IGE  
GOVERNOR



**LATE**

DR. CHRISTINA M. KISHIMOTO  
SUPERINTENDENT

STATE OF HAWAII  
DEPARTMENT OF EDUCATION  
P.O. BOX 2360  
HONOLULU, HAWAII 96804

**Date:** 02/25/2020  
**Time:** 12:25 PM  
**Location:** 211  
**Committee:** Senate Ways and Means

**Department:** Education

**Person Testifying:** Dr. Christina M. Kishimoto, Superintendent of Education

**Title of Bill:** SB 3139 RELATING TO THE STATE BUDGET.

**Purpose of Bill:** Amends the appropriations and capital improvement projects authorized for fiscal biennium 2019-2021 made by Act 40, Session Laws of Hawaii 2019. Amends the operating and capital improvement grants authorized by Act 39, Session Laws of Hawaii 2019.

**Department's Position:**

Thank you for the opportunity to submit comments on behalf of the Department of Education (Department) on Senate Bill 3139, which appropriates funding and capital improvement projects for fiscal biennium 2019-2021.

The Department's supplemental CIP projects budget request supports our obligations to students in our public education system and our commitment to realize the power and promise of public education to address a number of priorities that include, but are not limited to, providing new and improved facilities and promoting gender equity.

While the Department is mindful of competing statewide priorities, additional funding is necessary to continue to address capacity, program support, and instructional concerns. State funds are also needed to leverage matching federal funds for Mokapu Elementary and Shafter Elementary.

As the Department's budget makes its way through the legislative process, we look forward to working with the Hawaii State Legislature in shaping the future of quality education for the students in Hawaii's public schools.

Thank you for the opportunity to submit testimony on this matter.

The Hawai'i State Department of Education is committed to delivering on our promises to students, providing an equitable, excellent, and innovative learning environment in every school to engage and elevate our communities. This is achieved through targeted work around three

impact strategies: school design, student voice, and teacher collaboration. Detailed information is available at [www.hawaiipublicschools.org](http://www.hawaiipublicschools.org).

DAVID Y. IGE  
Governor

JOSH GREEN  
Lt. Governor



PHYLLIS SHIMABUKURO-GEISER  
Chairperson, Board of Agriculture

MORRIS M. ATTA  
Deputy to the Chairperson

State of Hawaii  
DEPARTMENT OF AGRICULTURE  
1428 South King Street  
Honolulu, Hawaii 96814-2512  
Phone: (808) 973-9600 FAX: (808) 973-9613



TESTIMONY OF PHYLLIS SHIMABUKURO-GEISER  
CHAIRPERSON, BOARD OF AGRICULTURE

BEFORE SENATE COMMITTEE ON WAYS AND MEANS

FEBRUARY 25, 2020  
12:25 P.M.  
CONFERENCE ROOM 211

SENATE BILL NO. 3139  
RELATING TO THE STATE BUDGET

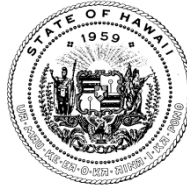
Chairperson Dela Cruz and Members of the Committee:

Thank you for the opportunity to present testimony on Senate Bill 3139. This bill amends the appropriations and capital improvement projects authorized for the fiscal biennium 2019-2021 made by Act 40, Session Laws of Hawaii 2019, and amends operating and capital improvement grants authorized by Act 39, Session Laws of Hawaii 2019. The Department supports this bill.

We respectfully request that CIP projects that were in the Executive Budget request be included in this bill. Items include funds for the development of the Kunia Agricultural Park, Kahuku Agricultural Park Improvements and Waimea Irrigation System Improvements. These projects will provide much needed repairs and upgrades to agricultural infrastructure and will facilitate an increase in local food production.

Thank you again for the opportunity to testify on this measure.





**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

February 25, 2020  
12:25 pm  
State Capitol, Room 211

**S.B. 3139**  
**RELATING TO THE STATE BUDGET**

Senate Committee on Ways and Means

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The Department of Transportation (DOT) **supports** this bill which amends the appropriations and capital improvement projects authorized for fiscal biennium 2019-2021 made by Act 40, Session Laws of Hawaii 2019, as it currently reflects DOT's CIP supplemental budget requests.

DOT respectfully requests for your consideration in advance of an upcoming Governor's Message, the inclusion of the following CIP budget adjustments to amend Section 4 and Section 8:

**TRN 501 OAHU HIGHWAYS**

By amending Item C-61:

A CIP budget amendment to increase construction funds for Sand Island Access Road, Truck Weigh Station, Oahu (an increase in FY21 - \$1,500,000E, construction, to FY21 - \$1,800,000E, construction, \$1,200,000N, construction).

**TRN 511 HAWAII HIGHWAYS**

By amending Item C-62:

A CIP budget amendment to increase construction funds for the Hawaii Belt Road, Rehabilitation / Replacement of Hakalau Bridge, Hawaii, (an increase in FY21 - \$2,000,000E, construction, FY21 - \$8,000,000N, construction, to FY21 - \$2,400,000E, construction, FY21 - \$9,600,000N, construction).

By amending Item C-63:

A CIP budget amendment to add construction funds for Hawaii Belt Road, Rehabilitation / Replacement of Kolekole Stream Bridge, Hawaii (FY21 - \$1,200,000E, construction, FY21 - \$4,800,000N, construction).

## TRN 531 MAUI HIGHWAYS

By adding a new item:

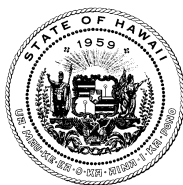
A CIP budget request to add construction funds for the Honoapiilani Highway Realignment, Honokowai to Launiupoko, Maui, (FY21 - \$70,000,000E, construction);

By amending Section 8 to include the following lapsing appropriations:

A request to lapse \$64,396,000E, construction, \$1,000, Plan, \$1,000, Land, \$1,000, Design, and \$1,000, equipment; Act 49/17, Item C-120.

A request to lapse \$8,000,000E, lump sum, \$32,000,000N, lump sum; Act 53/18, Item C-127.04.

Thank you for the opportunity to provide testimony.



**LATE**

DAVID Y. IGE  
GOVERNOR

STACIE A. ALDRICH  
STATE LIBRARIAN

STATE OF HAWAII  
HAWAII STATE PUBLIC LIBRARY SYSTEM  
OFFICE OF THE STATE LIBRARIAN  
44 MERCHANT STREET  
HONOLULU, HAWAII 96813

**SENATE COMMITTEE ON WAYS AND MEANS**  
**Tuesday, February 25, 2020**  
**12:25 pm**  
**Conference Room 211**  
**State Capitol**

**By Stacey A. Aldrich**  
**State Librarian**

**S.B. 3139 Relating to the State Budget**

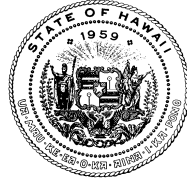
To: Chair Donovan M. Dela Cruz  
Vice Chair Gilbert S.C. Keith-Agaran  
Members of the Senate Committee on Ways and Means

The Hawaii State Public Library System (HSPLS) **strongly supports** S.B. 3139, which proposes additional capital improvement project (CIP) funding for HSPLS to meet our mission to nurture a lifelong love of reading and learning through our staff, collections, programs, services, and physical and virtual spaces.

HSPLS requests an additional \$5 million in funding for FY2021 for our backlog of Health and Safety projects and energy efficiency projects. Currently, we have \$10 million appropriated in FY20 for our Health and Safety projects, but have no appropriation for FY21. The additional \$5 million will ensure that we are able to complete projects that have already been initiated, as well as start the planning and design process for new projects.

Thank you for the opportunity to comment on this measure and your continued support of our public libraries.

DAVID Y. IGE  
GOVERNOR OF HAWAII



BRUCE S. ANDERSON, PHD  
DIRECTOR OF HEALTH

STATE OF HAWAII  
DEPARTMENT OF HEALTH  
P. O. Box 3378  
Honolulu, HI 96801-3378  
doh.testimony@doh.hawaii.gov

**LATE**

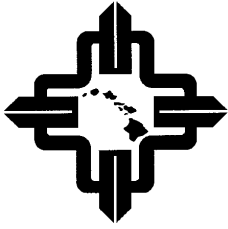
**Testimony in SUPPORT of SB3139  
RELATING TO THE STATE BUDGET.**

SENATOR DONOVAN M. DELA CRUZ, CHAIR  
SENATE COMMITTEE ON WAYS AND MEANS

Hearing Date: February 25, 2020

Room Number: 211

- 1 **Department Testimony:** The Department of Health (DOH) supports relevant sections of
- 2 SB3139, which provides appropriations for critical public health infrastructure.
- 3 Thank you for the opportunity to testify.
- 4 **Offered Amendments:** N/A.



# **HAWAII HEALTH SYSTEMS**

C O R P O R A T I O N

*Quality Healthcare For All*

**COMMITTEE ON WAYS AND MEANS**  
**Senator Donovan M. Dela Cruz, Chair**  
**Senator Gilbert S.C. Keith-Agaran, Vice Chair**

February 25, 2020  
Conference Room 211  
12:25 p.m.  
Hawaii State Capitol

**Testimony in Support with Requested Amendments**  
**Senate Bill 3139**

**Relating to the State Budget**

**Amends the appropriations and capital improvement projects authorized for fiscal biennium 2019-2021 made by Act 40, Session Laws of Hawaii 2019.**  
**Amends the operating and capital improvement grants authorized by Act 39, Session Laws of Hawaii 2019.**

Linda Rosen, M.D., M.P.H.  
Chief Executive Officer  
Hawaii Health Systems Corporation

On behalf of the Hawaii Health Systems Corporation (HHSC) Corporate Board of Directors, thank you for the opportunity to present testimony in **support with requested amendments** on SB 3139 that amends the appropriations and capital improvement projects authorized for fiscal biennium 2019-2021 made by Act 40, Session Laws of Hawaii 2019. Amends the operating and capital improvement grants authorized by Act 39, Session Laws of Hawaii 2019.

HHSC is appreciative of the continuing support by the Legislature to address the urgent need for capital improvement project appropriations (CIP) to address the aging infrastructure of HHSC's facilities. However, HHSC would like to point out that the HHSC Corporate Board has approved an additional CIP appropriations request of \$18,182,000 in fiscal year 2021 for HTH 212, HHSC – Regions, over the amounts appropriated for fiscal year 2021 in Act 40, Session Laws of Hawaii 2019. Funding HHSC's request at this level would prevent HHSC's deferred maintenance backlog from growing.

This testimony addresses only the amounts that would go to HTH 212, HHSC – Regions. We expect Kahuku Medical Center and Maui Health Systems to provide their own testimony in support of their requested amounts.

Thank you for the opportunity to testify before this committee.

3675 KILAUEA AVENUE • HONOLULU, HAWAII 96816 • PHONE: (808) 733-4020 • FAX: (808) 733-4028



Aloha,

I strongly urge the legislature to appropriate funds for these following projects, which were a part of the governor's CIP budget for FY 2019-2021 (SB3139).

***1. BED142 - GENERAL SUPPORT FOR ECONOMIC DEVELOPMENT BROADBAND CABLE LANDING STATION, STATEWIDE PLANS,***

The construction of a carrier neutral cable landing station will help expedite the construction of additional submarine fiber-optic cables serving Hawaii. As you're probably aware, two of the three main submarine fiber-optic cables serving the neighbor islands have, or will, reach the end of their lives. This means the neighbor islands connectivity to the rest of the world will become increasingly unreliable going forward. Maui, Big Island, and Kauai, have endured disruptive communication outages in 2010 and 2019. This will become the norm going forward unless the state makes the initial investment in this critical public utility.

***2. WAIMEA REGIONAL SAFETY IMPROVEMENTS, HAWAII DESIGN AND CONSTRUCTION FOR IMPROVEMENTS IN WAIMEA, INCLUDING MULTIMODAL IMPROVEMENTS IN WAIMEA TOWN***

HDOT and SSFM have conducted public meetings over the past year to create a Planning and Environmental Linkages document, which gives direction to the HDOT and FHWA as to what transportation improvements are needed in the Waimea area of the Big Island. Waimea is at the crossroads of the Big Island. There is a lot of freight, and vehicular traffic, transiting this area as a result. This results in horrendous traffic congestion at peak hours. These safety improvements being advanced by this PEL document will help address these traffic issues.

***3. KAWAIHAE ROAD, WAIAKA STREAM BRIDGE REPLACEMENT AND REALIGNMENT, HAWAII LAND ACQUISITION AND DESIGN FOR REPLACING THE EXISTING WAIAKA STREAM BRIDGE,***

The existing Waiaka Bridge was constructed in 1932. Vehicular traffic has appreciably increased on Highway 19 since that time. Age and capacity issues warrant replacing this bridge in the immediate future, especially since Highway 19 (Kawaihae Road) is a critical highway for cross island vehicular, and freight traffic.

***4. DANIEL K. INOUE HIGHWAY EXTENSION, MAMALAHOA HIGHWAY TO QUEEN KAAHUMANU HIGHWAY,***

The realignment, and reconstruction, of the legacy Saddle Road (Daniel K. Inouye Highway) was completed in 2017 after 13 years of phased construction. This roadway infrastructure improvements, which totaled approximately 316.5 million dollars, has created a critical cross island highway between east and west Hawaii. This proposed extension will help with regional, and local, traffic circulation in South Kohala along with the entire island. It will also allow the military a more direct route to access Pohakuloa Training Area instead of passing through much more densely populated areas in Waikoloa and Waimea.

I hope the legislature will fund these very important public infrastructure improvements that will benefit the the Big Island and the entire state.

Sincerely,  
Aaron Stene