

JOSH GREEN, M.D.
GOVERNOR
KE KIA'ĀINA



GOV. MSG. NO. 1142

EXECUTIVE CHAMBERS
KE KE'ENA O KE KIA'ĀINA

May 14, 2025

The Honorable Ronald D. Kouchi
President of the Senate,
and Members of the Senate
Thirty-Third State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Nadine Nakamura
Speaker, and Members of the
House of Representatives
Thirty-Third State Legislature
State Capitol, Room 431
Honolulu, Hawai'i 96813

Aloha President Kouchi, Speaker Nakamura, and Members of the Legislature:

This is to inform you that on May 14, 2025, the following bill was signed into law:

H.B. NO. 1153, H.D. 1,
S.D. 2, C.D. 1

RELATING TO FUNDING ADJUSTMENTS FOR STATE
PROGRAMS.
ACT 042

Mahalo,

A handwritten signature in black ink that reads "Josh Green M.D.".

Josh Green, M.D.
Governor, State of Hawai'i

A BILL FOR AN ACT

RELATING TO FUNDING ADJUSTMENTS FOR STATE PROGRAMS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 PART I

2 SECTION 1. This Act is recommended by the governor for
3 immediate passage in accordance with section 9 of article VII of
4 the Constitution of the State of Hawaii.

5 SECTION 2. In prior years, the respective budget acts
6 contained budget special provisions similar to sections 50, 51,
7 72, and 81 of Act 88, Session Laws of Hawaii 2021, the General
8 Appropriations Act of 2021, which permitted departments to
9 transfer funds between their projects; permitted departments to
10 transfer funds between their programs, provided that the
11 legislature was informed of the transfers; and established a
12 protocol fund as a separate account to be expended at the
13 discretion of the executive head of departments or agencies.
14 However, Act 164, Session Laws of Hawaii 2023, the General
15 Appropriations Act of 2023, (Act 164), as amended by Act 230,
16 Session Laws of Hawaii 2024, the Supplemental Appropriations Act
17 of 2024, does not include the special provisions. Consequently,



1 although funds were appropriated to various state departments
2 for their capital improvement program projects for fiscal
3 biennium 2023-2025, the omission of the special provisions has
4 caused operational limitations by limiting the ability of
5 departments to supplement allotments and transfer funds between
6 projects to address changing conditions.

7 PART II

8 SECTION 3. The purpose of this part is to address the
9 omission of the special provisions that authorize supplemental
10 allotments and transfer of unrequired balances for capital
11 improvement program projects and that also establish a protocol
12 fund as a separate account to be expended at the discretion of
13 the executive head of departments in Act 164.

14 SECTION 4. Part VII of Act 164, Session Laws of Hawaii
15 2023, as amended by Act 230, Session Laws of Hawaii 2024, is
16 amended by adding a new section to read as follows:

17 "SECTION 15.2. If the authorized appropriations specified
18 for capital improvement projects listed in this Act are
19 insufficient and where the source of funding is designated as
20 special funds, general obligation bond fund with debt service
21 cost to be paid from special funds, revenue bond funds, or



1 revolving funds, the governor may make supplemental allotments
2 from the special fund or revolving fund responsible for cash or
3 debt service payments for the projects or transfer unrequired
4 balances from other unexpired projects in this Act or prior
5 appropriation acts that authorized the use of special funds,
6 general obligation bond fund with debt service costs to be paid
7 from special funds, revenue bond funds, or revolving funds;
8 provided that the supplemental allotments shall not be used to
9 increase the scope of the project; provided further that the
10 supplemental allotments shall not impair the ability of the fund
11 to meet the purposes for which it was established."

12 SECTION 5. Part VII of Act 164, Session Laws of Hawaii
13 2023, as amended by Act 230, Session Laws of Hawaii 2024, is
14 amended by adding a new section to read as follows:

15 "SECTION 15.3. If the authorized appropriations specified
16 for capital improvement projects listed in this Act are
17 insufficient and where the source of funding is designated as
18 airport passenger facility charge funds, the governor may make
19 supplemental allotments from the airport revenue fund or airport
20 revenue bond funds, or transfer unrequired balances from other
21 unexpired projects in this Act or prior appropriation acts that



1 authorized the use of airport passenger facility charge funds;
2 provided that the supplemental allotments shall not be used to
3 increase the scope of the project; provided further that the
4 supplemental allotments shall not impair the ability of the fund
5 to meet the purposes for which it was established; provided
6 further that the governor, at the governor's discretion, may
7 increase the passenger facility charge fund authorization
8 ceiling for the program to accommodate the expenditure of the
9 funds."

10 SECTION 6. Part VII of Act 164, Session Laws of Hawaii
11 2023, as amended by Act 230, Session Laws of Hawaii 2024, is
12 amended by adding a new section to read as follows:

13 "SECTION 15.4. Of the respective operating appropriation
14 authorized in part II of this Act for each principal state
15 department as defined by section 26-4, Hawaii Revised Statutes,
16 the sum of \$7,000 in fiscal year 2024-2025 shall be made
17 available in each department to be established as a separate
18 account for a protocol fund to be expended at the discretion of
19 the executive head of the department (i.e., director,
20 chairperson, comptroller, adjutant general, superintendent,
21 president, or attorney general)."



1 PART III

2 SECTION 7. The purpose of this part is to address the
3 omission of the transfer proviso by appropriating additional
4 general funds as emergency appropriations for fiscal year
5 2024-2025 for operating shortfalls in fourth quarter funding for
6 existing programs and to adjust funding for various programs to
7 be commensurate with their anticipated levels of activity. The
8 emergency appropriations and the funding adjustments made in
9 this part are budget neutral.

10 SECTION 8. Act 164, Session Laws of Hawaii 2023, as
11 amended by Act 230, Session Laws of Hawaii 2024, is amended by
12 amending section 3, item I.4 to read as follows:

13 "4. PSD405 - HAWAII COMMUNITY CORRECTIONAL CENTER
14 193.00* 193.00*
15 OPERATING PSD 14,730,758A [~~15,820,198A~~]
16 16,620,198A"

17
18 SECTION 9. Act 164, Session Laws of Hawaii 2023, as
19 amended by Act 230, Session Laws of Hawaii 2024, is amended by
20 amending section 3, item I.5 to read as follows:

21 "5. PSD406 - MAUI COMMUNITY CORRECTIONAL CENTER
22 205.00* 205.00*
23 OPERATING PSD 14,872,239A [~~16,616,875A~~]
24 15,816,875A
25 3.00# 3.00#
26 PSD 209,721S [~~0S~~]
27 209,721S"
28



1 SECTION 10. Act 164, Session Laws of Hawaii 2023, as
2 amended by Act 230, Session Laws of Hawaii 2024, is amended by
3 amending section 3, item I.6 to read as follows:

4	"6. PSD407 - OAHU COMMUNITY CORRECTIONAL CENTER			
5			501.00*	500.00*
6	OPERATING	PSD	40,621,493A	[42,708,191A]
7				44,958,191A"

9 SECTION 11. Act 164, Session Laws of Hawaii 2023, as
10 amended by Act 230, Session Laws of Hawaii 2024, is amended by
11 amending section 3, item I.8 to read as follows:

12	"8. PSD409 - WOMEN'S COMMUNITY CORRECTIONAL CENTER		
13		270.00*	269.00*
14	OPERATING	PSD 15,860,044A	[21,010,058A]
15			18,760,058A"

17 PART IV

18 SECTION 12. Part VIII of Act 164, Session Laws of Hawaii
19 2023, as amended by Act 230, Session Laws of Hawaii 2024, is
20 amended by adding two new sections to read as follows:

21 "SECTION 22.1. Notwithstanding any other provision of law,
22 if unanticipated federal funding cutbacks diminish or curtail
23 essential, federally funded state programs, the governor may
24 utilize savings as may be determined to be available from other
25 state programs for the purpose of maintaining those programs
26 until the next legislative session.



1 SECTION 22.2. Notwithstanding any other provision of law,
2 if unanticipated federal funding cutbacks diminish or curtail
3 essential, federally funded state programs, the governor may
4 utilize available funds from any other means of financing for
5 the purpose of covering payroll and fringe benefit expenses of
6 federally funded state employees."

7 PART V

8 SECTION 13. The legislature determines that there is
9 \$8,104,977.33 in excess of the requirements of the state
10 educational facilities improvement special fund. The director
11 of finance is authorized to transfer \$8,104,977.33 or so much
12 thereof as may be necessary for fiscal year 2024-2025 to the
13 general fund.

14 PART VI

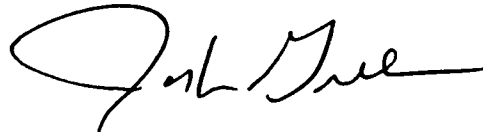
15 SECTION 14. Statutory material to be repealed is bracketed
16 and stricken. New statutory material is underscored.

17 SECTION 15. This Act shall take effect on or upon its
18 approval; provided that part V shall take effect on June 29,
19 2025.



H.B. NO. 1153
H.D. 1
S.D. 2
C.D. 1

APPROVED this 14th day of May, 2025

A handwritten signature in black ink, appearing to read "Josh Green". The signature is fluid and cursive, with a large initial "J" and a long horizontal stroke at the end.

GOVERNOR OF THE STATE OF HAWAII

HB No. 1153, HD 1, SD 2, CD 1

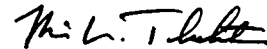
THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 30, 2025
Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Third Legislature of the State of Hawaii, Regular Session of 2025.

A handwritten signature in black ink, appearing to read "Nadine K. Nakamura", with a long horizontal flourish extending to the right.

Nadine K. Nakamura
Speaker
House of Representatives

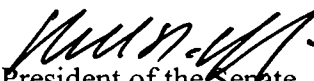
A handwritten signature in black ink, appearing to read "Brian L. Takeshita", with a stylized, cursive script.

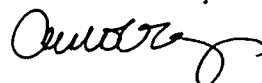
Brian L. Takeshita
Chief Clerk
House of Representatives

THE SENATE OF THE STATE OF HAWAI‘I

Date: April 30, 2025
Honolulu, Hawai‘i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate
of the Thirty-Third Legislature of the State of Hawai‘i, Regular Session of 2025.


President of the Senate


Clerk of the Senate