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# A BILL FOR AN ACT

RELATING TO THE STATE BUDGET.

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

**PART I. GENERAL PROVISIONS**

SECTION 1. SHORT TITLE. This Act shall be known and may be cited as the Grant Funding Act of 2025.

SECTION 2. The legislature finds that the federal funding freeze imposed by the United States Office of Management and Budget may have detrimental effects on Hawaii's nonprofit sector, which provides critical services in health and human services. Without assistance from the federal government, Hawaii's federally qualified health centers, and programs that provide child care, social services, subsidized housing, and homeless services, will see a significant drop in funding.

The purpose of this Act is to provide one-time nonrecurring grants to organizations that provide critical services, in accordance with chapter 42F, Hawaii Revised Statutes.

SECTION 3. The legislature finds and declares that the grants made pursuant to chapter 42F, Hawaii Revised Statutes,



1 under this Act are in the public interest and for the public  
2 health, safety, and general welfare.

3 SECTION 4. DEFINITIONS. Unless otherwise clear from the  
4 context, as used in this Act:

5 "Expending agency" means the executive department,  
6 independent commission, bureau, office, board, or other  
7 establishment of the state government (other than the  
8 legislature, office of Hawaiian affairs, and judiciary), the  
9 political subdivisions of the State, or any quasi-public  
10 institution supported in whole or in part by state funds, which  
11 is authorized to expend specified appropriations made by this  
12 Act.

13 Abbreviations, where used to denote the expending agency,  
14 shall mean the following:

15 AGR Department of agriculture

16 AGS Department of accounting and general services

17 ATG Department of the attorney general

18 BED Department of business, economic development, and  
19 tourism

20 BUF Department of budget and finance

21 CCA Department of commerce and consumer affairs



1        DEF    Department of defense  
2        EDN    Department of education  
3        GOV    Office of the governor  
4        HHL    Department of Hawaiian home lands  
5        HMS    Department of human services  
6        HRD    Department of human resources development  
7        HTH    Department of health  
8        LBR    Department of labor and industrial relations  
9        LNR    Department of land and natural resources  
10       LTG    Office of the lieutenant governor  
11       PSD    Department of public safety  
12       SUB    Subsidies  
13       TAX    Department of taxation  
14       TRN    Department of transportation  
15       UOH    University of Hawaii  
16       CCH    City and county of Honolulu  
17       COH    County of Hawaii  
18       COK    County of Kauai  
19       COM    County of Maui  
20       "Means of financing" or "MOF" means the source from which  
21 funds are appropriated or authorized to be expended for the



1 programs and projects specified in this Act. All appropriations  
2 are followed by letter symbols. The letter symbols, where used,  
3 shall have the following meanings:

4 A General funds

5 B Special funds

6 C General obligation bond fund

7 D General obligation bond fund with debt service cost to  
8 be paid from special funds

9 E Revenue bond funds

10 J Federal aid interstate funds

11 K Federal aid primary funds

12 L Federal aid secondary funds

13 M Federal aid urban funds

14 N Federal funds

15 P Other federal funds

16 R Private contributions

17 S County funds

18 T Trust funds

19 U Interdepartmental transfers

20 W Revolving funds

21 X Other funds



1 "Program ID" means the unique identifier for the specific  
2 program and consists of the abbreviation for the organization  
3 responsible for carrying out the program followed by the  
4 organization number for the program.

5 **PART II. PROGRAM APPROPRIATIONS**

6 SECTION 5. APPROPRIATIONS. The following sums, or so much  
7 thereof as may be sufficient to accomplish the purposes and  
8 programs designated herein, are hereby appropriated or  
9 authorized, as the case may be, from the means of financing  
10 specified to the expending agencies designated for the fiscal  
11 biennium beginning July 1, 2025, and ending June 30, 2027. The  
12 total expenditures and the number of positions in each fiscal  
13 year of the biennium shall not exceed the sums and the position  
14 ceilings indicated for each fiscal year, except as provided  
15 elsewhere in this Act or as provided by general law.



**PROGRAM APPROPRIATIONS**

ITEM NO.	PROG. ID	PROGRAM	EXPENDING AGENCY	APPROPRIATIONS	
				FISCAL YEAR 2025-2026	M O F
1					
2	A.	ECONOMIC DEVELOPMENT			
3					
4	B.	EMPLOYMENT			
5					
6	C.	TRANSPORTATION FACILITIES			
7					
8	D.	ENVIRONMENTAL PROTECTION			
9					
10	E.	HEALTH			
11					
12	F.	SOCIAL SERVICES			
13					
14	G.	FORMAL EDUCATION			
15					
16	H.	CULTURE AND RECREATION			
17					
18	I.	PUBLIC SAFETY			
19					
20	J.	INDIVIDUAL RIGHTS			
21					
22	K.	GOVERNMENT-WIDE SUPPORT			
23					

**PART III. SPECIAL PROVISIONS**

SECTION 6. The governor may supplement funds for any cost element for a capital improvement project authorized under this Act by transferring sums as may be needed from the funds appropriated for any other cost element of the same project by this Act or any other prior or future Act that has not lapsed; provided that the total expenditure of funds for all cost elements shall not exceed the total appropriations for that



1 project; provided further that the governor shall submit a  
2 report to the legislature of all uses of this authority for the  
3 previous twelve-month period from December 1 to November 30 no  
4 later than thirty days prior to the convening of the regular  
5 sessions of 2026 and 2027.

6 SECTION 7. Any provision of this Act to the contrary  
7 notwithstanding, the appropriations made for capital improvement  
8 projects authorized under this Act shall not lapse at the end of  
9 the fiscal biennium for which the appropriation is made;  
10 provided that all appropriations made to be expended in fiscal  
11 biennium 2025-2027 that are unencumbered as of June 30, 2028,  
12 shall lapse as of that date; provided further that this lapsing  
13 date shall not apply to non-general fund appropriations for  
14 projects described in this Act where the appropriations have  
15 been deemed necessary to qualify for federal aid financing and  
16 reimbursement; provided further that those non-general fund  
17 appropriations that are unencumbered as of June 30, 2029, shall  
18 lapse as of that date.

19 SECTION 8. In releasing funds for capital improvement  
20 projects, the governor shall consider legislative intent and the  
21 objectives of the user agency and its programs; the scope and



1 level of the user agency's intended service; and the means,  
2 efficiency, and economics by which the project will meet the  
3 objectives of the user agency and the State; provided that  
4 agencies responsible for construction shall take into  
5 consideration legislative intent, the objectives of the user  
6 agency and its programs, and the scope and level of the user  
7 agency's intended service and construct the improvement to meet  
8 the objectives of the user agency in the most efficient and  
9 economical manner possible.

10 SECTION 9. With the approval of the governor, designated  
11 expending agencies for capital improvement projects authorized  
12 in this Act may delegate to other state or county agencies the  
13 implementation of projects when it is determined advantageous to  
14 do so by both the original expending agency and the agency to  
15 which expending authority is to be delegated; provided that the  
16 governor shall submit a report to the legislature of all uses of  
17 this authority for the previous twelve-month period from  
18 December 1 to November 30 no later than thirty days prior to the  
19 convening of the regular sessions of 2026 and 2027.

20 SECTION 10. No appropriation authorized in this Act for  
21 expenditure by a political subdivision of the State shall be





1 considered to be a mandate to undertake new programs or to  
2 increase the level of services under existing programs of that  
3 political subdivision. If any appropriation authorized in this  
4 Act constitutes a mandate within the provisions of section 5 of  
5 article VIII of the Hawaii State Constitution, the authorization  
6 shall be void and, in the case of capital improvement  
7 appropriations designated to be financed from the general  
8 obligation bond fund, the total general obligation bonds  
9 authorized for those projects shall be correspondingly  
10 decreased.

11 SECTION 11. Whenever the expending agency to which an  
12 appropriation is made is changed due to legislation enacted  
13 during any session of the legislature that affects the  
14 appropriations made by this Act, the governor shall transfer the  
15 necessary funds and positions to the proper expending agency as  
16 provided by law.

17 SECTION 12. If the State should assume the direct  
18 operation of any non-governmental agency receiving state funds  
19 under the provisions of this Act, all related state funds shall  
20 constitute a credit to the State against the costs of acquiring  
21 all or any portion of the property, real, personal, or mixed, of



1 the non-governmental agency. This credit shall be applicable  
2 regardless of when the acquisition takes place.

3 SECTION 13. Where an agency is authorized to secure funds  
4 or other property from private organizations or individuals to  
5 be expended or utilized in connection with any authorized  
6 program, the agency, with the governor's approval, may enter  
7 into the undertaking; provided that the provisions of the  
8 undertaking comply with applicable state constitutional and  
9 statutory requirements; provided further that the governor shall  
10 submit a report to the legislature of all uses of this authority  
11 for the previous twelve-month period from December 1 to  
12 November 30 no later than thirty days prior to the convening of  
13 the regular sessions of 2026 and 2027.

14 SECTION 14. Except as otherwise provided by general law,  
15 negotiations for the purchase of land by state agencies shall be  
16 subject to the approval of the governor and the department of  
17 land and natural resources or other appropriate agency; provided  
18 that private lands may be acquired for the purpose of exchange  
19 for federal lands when the department of land and natural  
20 resources and the governor determine that the acquisition and



1 exchange are necessary for the completion of any project  
2 specifically authorized by this Act.

3       SECTION 15. With the approval of the governor, expending  
4 agencies that use appropriations authorized in part II of this  
5 Act for planning, land acquisition, design, construction, and  
6 equipment for repair and alterations may delegate that  
7 responsibility and transfer funds to public works - planning,  
8 design, and construction (AGS221) for the implementation of the  
9 repair and alterations when it is determined by the agencies  
10 that it is advantageous to do so; provided that the governor  
11 shall submit to the legislature a summary report of all uses of  
12 this authority for the previous twelve-month period from  
13 December 1 to November 30 no later than thirty days prior to the  
14 convening of the regular sessions of 2026 and 2027.

15               **PART IV. MISCELLANEOUS AND EFFECTIVE DATE**

16       SECTION 16. If any portion of this Act or its application  
17 to any person, entity, or circumstance is held to be invalid for  
18 any reason, the legislature declares that the remainder of the  
19 Act and each and every other provision thereof shall not be  
20 affected thereby. If any portion of a specific appropriation is  
21 held to be invalid for any reason, the remaining portion shall



1 be expended to fulfill the objective of that appropriation to  
2 the extent possible.

3 SECTION 17. If manifest clerical, typographical, or other  
4 mechanical errors are found in this Act, the governor may  
5 correct the errors.

6 SECTION 18. This Act shall take effect on July 1, 2025.



S.B. NO. 933  
S.D. 1  
Proposed

**Report Title:**

Chapter 42F; Grants; Appropriations

**Description:**

Appropriates moneys for grants for fiscal year 2025-2026.  
(Proposed SD1)

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

