



JOSH GREEN, M.D.
GOVERNOR

SYLVIA LUKE
LIEUTENANT GOVERNOR

LUIS P. SALAVERIA
DIRECTOR

SABRINA NASIR
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
Ka 'Oihana Mālama Mo'ohelu a Kālā
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

TESTIMONY BY LUIS P. SALAVERIA
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE
TO THE SENATE COMMITTEE ON WAYS AND MEANS
ON
SENATE BILL NO. 1363

February 12, 2025
10:00 a.m.
Room 211 and Videoconference

RELATING TO FUNDING ADJUSTMENTS FOR STATE PROGRAMS

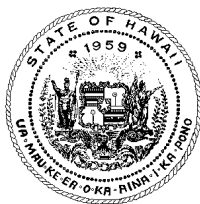
The Department of Budget and Finance supports this Administration bill.

Senate Bill No. 1363 is an emergency appropriation bill to transfer funds between programs within a department to meet operating budget shortfalls and other program requirements in certain identified programs for the fourth quarter of FY 25. This bill is necessary because Act 88, SLH 2021, as amended by Act 248, SLH 2022, deleted a heretofore boilerplate proviso (Section 72) that previously authorized the Governor to transfer funds between programs within a department to address budget shortfalls and other program requirements. The transfer proviso was not reinstated in Act 164, SLH 2023, as amended by Act 230, SLH 2024.

Any fourth quarter transfers that are identified subsequently can be added to the bill as it proceeds through the legislative process.

Thank you for the opportunity to provide testimony in support of this bill.

JOSH GREEN, M.D.
GOVERNOR
KE KIA'ĀINA



STATE OF HAWAII | KA MOKU'ĀINA 'O HAWAII
**DEPARTMENT OF CORRECTIONS
AND REHABILITATION**
*Ka 'Oihana Ho'omalu Kalaima
a Ho'oponopono Ola*
1177 Alakea Street
Honolulu, Hawaii 96813

TOMMY JOHNSON
DIRECTOR

Melanie Martin
Deputy Director
Administration

Pamela J. Sturz
Deputy Director
Correctional Institutions

Sanna Muñoz
Deputy Director
Rehabilitation Services
and
Programs

No. _____

TESTIMONY ON SENATE BILL 1363
RELATING TO FUNDING ADJUSTMENTS FOR STATE PROGRAMS

by
Tommy Johnson, Director
Department of Corrections and Rehabilitation

Senate Committee on Ways and Means
Senator Donovan M. Dela Cruz, Chair
Senator Sharon Y. Moriwaki, Vice Chair

Wednesday, February 12, 2025; 10:00 a.m.
State Capitol, Conference Room 211 & via Videoconference

Chair Dela Cruz, Vice Chair Moriwaki, and Members of the Committee:

The Department of Corrections and Rehabilitation (DCR) supports the passage of Senate Bill (SB) 1363.

DCR will be working with the Department of Budget and Finance to include emergency appropriations for fiscal year 2024-2025 for operating shortfalls in quarter 4 funding for existing DCR programs and to adjust funding for various DCR programs to be commensurate with their anticipated levels of activity. Adjustments requested will be budget neutral.

Thank you for the opportunity to provide testimony in support of SB 1363.