



GOV. MSG. NO. 12

EXECUTIVE CHAMBERS

HONOLULU

DAVID Y. IGE
GOVERNOR

March 6, 2018

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

The Honorable Scott K. Saiki,
Speaker and Members of the House
of Representatives
Twenty-Ninth State Legislature
State Capitol, Room 431
Honolulu, Hawai'i 96813

Dear Senate President Kouchi, Speaker Saiki and Members of the Legislature:

Transmitted herewith are proposed changes to the FY 19 Executive Supplemental Budget for the Departments of Business, Economic Development and Tourism (BED); Taxation (TAX); and Transportation (TRN).

Your favorable consideration is requested for the following budget requests to amend the Supplemental Budget as follows:

OPERATING BUDGET

The following budget requests are proposed to update amounts requested in the operating budget:

Department of Business, Economic Development and Tourism

Hawai'i Technology Development Corporation (BED 143/TE)

Converts 1.50 permanent and 6.25 temporary positions in BED 143/TE from special funds to general funds by reducing special funds by \$1,192,871 and adding \$970,000 in general funds. The Hawai'i Technology Development Corporation requires general fund support for the continuation of staff and operations for incubation services to high technology clients due to the loss of special fund rent revenues because of the turnover of the Manoa Innovation Center to the University of Hawai'i effective July 1, 2018.

Department of Taxation

Office of the Director (TAX 107/AA)

Adds \$240,283 in special funds (Tax Administration Special Fund) in FY 19. This request will align the amount budgeted for fringe benefits with the budgeted salaries for the Special Enforcement Section.

Department of Transportation

Highways Administration (TRN 595/DB)

Adds \$972,783 in special funds in FY 19 to continue the development and implementation of a Transportation Business Intelligence Solution. The proposed implementation services include both an evaluation of the current system to allow for systemwide modernization and services to put the existing information into a centralized cloud service to enable the sharing and evaluation of data.

Motor Vehicle Safety Office (TRN 597/AB)

Adds \$5,000,000 in federal funds in FY 19 for efforts to decrease impaired driving motor vehicle fatalities and injuries. Funds will be used for education, media announcements, additional enforcement and police equipment.

Your staff may contact the appropriate agency for additional information. Your understanding and assistance is appreciated.

Sincerely,



DAVID Y. IGE
Governor, State of Hawai'i

Attachment

c: Honorable Donovan M. Dela Cruz
Honorable Sylvia Luke

OPERATING

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	<u>FY 2018</u>	<u>FY 2019</u>
	(1.50) A Perm
	(6.25) A Temp
	-(1.50) B Perm
	-(6.25) B Temp
Personal Services	\$589,147 A
	-812,018 B
Other Current Expenses	380,853 A
	-380,853 B

Department of Taxation (TAX)Office of the Director (TAX 107/AA)

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	<u>FY 2018</u>	<u>FY 2019</u>
Personal Services	\$240,283 B

Department of Transportation (TRN)

Highways Administration (TRN 595/DB)

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	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	\$972,783 B

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	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	\$5,000,000 N