



GOV. MSG. NO. 11

EXECUTIVE CHAMBERS

HONOLULU

DAVID Y. IGE  
GOVERNOR

March 2, 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 Accounting and General Services (AGS); Business, Economic Development and Tourism (BED), Education (EDN); Hawaiian Home Lands (HHL); Human Services (HMS); Land and Natural Resources (LNR); Taxation (TAX); and Transportation.

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

**OPERATING BUDGET**

1. Updates to Operating Budget Requests

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

**Department of Accounting and General Services**

Office of Information Management and Technology (AGS 130/EG)

Transfers 6.00 temporary positions and \$900,000 in general funds from AGS to TAX in FY 19 for the Tax System Modernization project. This will reverse the transfer of these positions made from TAX to AGS pursuant to Act 49, SLH 2017, in FY 19.

**Department of Business, Economic Development and Tourism**

State Energy Office (BED 120/SI)

Adds \$240,000 in trust funds (administrative trust account) for FY 19 for administrative expenses related to the Volkswagen Environmental Mitigation Trust Agreement.

**Department of Budget and Finance**

Debt Service - State (BUF 721/ST)

Reduces \$1,217,222 in general funds in FY 19 to reflect updated debt service payment projections based upon a revised bond issuance plan.

Debt Service - DOE (BUF 725/LE)

Reduces \$1,049,667 in general funds in FY 19 to reflect updated debt service payment projections based upon a revised bond issuance plan.

Debt Service - UH (BUF 728/HE)

Reduces \$388,480 in general funds in FY 19 to reflect updated debt service payment projections based upon a revised bond issuance plan.

**Department of Education**

Charter Schools (EDN 600/JA)

Reduces \$749,893 in general funds for FY 19 to reflect the DreamHouse public charter school delayed opening from the 2018-2019 school year to 2019-2020 school year.

**Department of Human Services**

General Assistance Payments (HMS 204/PD)

Adds \$3,000,000 in special funds in FY 19 to create an ongoing ceiling in the General Assistance Payments program for the Interim Assistance Reimbursement Special Fund which was established by Act 196, SLH 2015 (FY 16), but was never integrated into the program's base budget after the initial specific appropriation in FY 16.

Fee-for-Services Payments (HMS 401/PE)

Reduces \$294,480 in general funds and \$441,720 in federal funds in FY 19 for the Health Care Payments program to reflect lower projected needs for restoring Med-QUEST adult dental benefits.

Fee-for-Service Payments (HMS 401/PE)

Adds \$2,798,600 in general funds in FY 19 for the Health Care Payments program to reflect higher State share needs for Medicaid capitation expenditures since the original request used a preliminary Federal Medical Assistance Percentage (FMAP) of 54.11% while the final approved FMAP rate is 53.92%.

General Administration (HMS) (HMS 904/AA)

Adds 5.00 permanent positions and \$403,939 (3.75 FTE and \$318,780 in general funds, and 1.25 FTE and \$85,159 in federal funds) in personal services, and trades off \$318,780 in general funds in other current expenses to budget 5.00 special projects Hearing Officer positions in the General Administration (HMS) program budget.

**Department of Land and Natural Resources**

Land Management Division (LNR 101/EA)

Reduces 1.00 permanent position and \$97,250 in general funds, and adds 1.00 permanent position and \$155,600 in special funds for FY 19 to revise the means of financing for a Project Development Specialist position (special funds from the Special Land and Development Fund (SLDF)). All other positions in the Land Division are special funded.

Land Management Division (LNR 101/EA)

Adds \$1,000,000 in special funds in FY 19 for the management of public lands (special funds from the SLDF).

Forestry Division (LNR 172/DA)

Adds \$270,000 in special funds in FY 19 to improve resource protection and visitor access in State Forest Reserves (special funds from the SLDF). Funds will be used for Helemano Wilderness Recreation Area and Nuuanu Judd Trail recreational improvements on O'ahu, Mauna Kea Forest Reserve Visitor Center on Hawai'i, and Keanae Arboretum on Maui.

Forestry Division (LNR 402/DA)

Adds \$200,000 in special funds in FY 19 for helicopter contracts to control wildland fires for the Division of Forestry and Wildlife (special funds from the SLDF).

Forestry Division (LNR 402/DA)

Adds 9.00 permanent positions \$423,706 in special funds in FY 19 for Forestry and Wildlife Technician IV positions to remove invasive species from forests per the Hawai'i Interagency Biosecurity Plan (special funds from the SLDF).

Enforcement (LNR 405/HA)

Adds \$365,000 in special funds in FY 19 for a new records management system for the Conservation and Resources Enforcement program (special funds from the SLDF).

Enforcement (LNR 405/HA)

Adds \$411,000 in special funds in FY 19 for a new dispatch center for the Conservation and Resources Enforcement program (special funds from the SLDF).

Historic Preservation (LNR 802/HP)

Adds \$300,000 in special funds for FY 19 for the Historic Preservation program to contract a law fellow and archeologists to support program operations (special funds from the SLDF).

Park Interpretation (LNR 806/FI)

Adds \$515,200 in special funds in FY 19 to cover increased costs of lifeguard contracts for Hapuna Beach in Hawai'i County, and Keawaula Beach in the City and County of Honolulu (special funds from the SLDF). State Parks pays the counties for lifeguard services, towers and equipment using general funds for Maui and Kauai, and special funds for O'ahu and Hawai'i. The FY 19 Executive Supplemental Operating Budget included \$536,819 in general funds in FY 19 for Maui and Kauai county lifeguard contracts.

**Department of Taxation**

Compliance Division, Audit Branch - O'ahu (TAX 100/CO)

Reduces 1.00 permanent position and \$46,050 in general funds in FY 19 to reverse the trade-off/transfer budget request to establish a new Branch Chief position in the Compliance program, as provided in Act 49, SLH 2017. This request will be offset with the corresponding request to increase other current expenses in TAX 107/AA, Office of the Director.

Office of the Director (TAX 107/AA)

Transfers 6.00 temporary positions and \$900,000 in general funds from AGS to TAX in FY 19 for the Tax System Modernization project. This will reverse the transfer of these positions made from TAX to AGS pursuant to Act 49, SLH 2017, in FY 19.

Office of the Director (TAX 107/AA)

Reduces 1.00 permanent position and \$24,474 in general funds in FY 19 to reverse the trade-off/transfer budget request to establish a new Tax Information Specialist position in the Office of the Director, as provided in Act 49, SLH 2017. This request will be offset with the corresponding request to increase other current expenses in TAX 107/AA, Office of the Director.

Office of the Director (TAX 107/AA)

Adds \$102,762 in general funds in FY 19 to reverse three trade-off/transfer budget requests, as provided in Act 49, SLH 2017. See TAX 100/CO, \$46,050; TAX 107/AA, \$24,474; and TAX 107/AC, \$32,238.

Information Technology Services Office (TAX 107/AC)

Reduces 1.00 permanent position and \$32,238 in general funds in FY 19 to reverse the trade-off/transfer budget request to establish a new eService Specialist position in the Information Technology Services Office, as provided in Act 49, SLH 2017. This request will be offset with the corresponding request to increase other current expenses in TAX 107/AA, Office of the Director.

2. Corrections to Operating Budget Requests

The following budget request is being proposed to correct an error in the operating budget:

**Department of Land and Natural Resources**

DOWALD – Flood Control & Dam Safety (LNR 810/GD)

Reduces 0.50 permanent position and \$59,902 in other federal funds in FY 19 for the Prevention of Natural Disasters program. This is a housekeeping adjustment to correct an inadvertent error in the trade-off request for the statewide Flood Insurance Program Coordinator (Position No. 52373).

**CAPITAL IMPROVEMENT PROGRAM BUDGET**

1. Adjustments to the Capital Improvement Program (CIP) Budget

The following budget requests are proposed for the CIP budget:

**Department of Hawaiian Home Lands**

Planning and Development for Hawaiian Homesteads (HHL 602)

Adds \$4,000,000 in general obligation (G.O.) bond funds for FY 19 for the Molokai Veterans Center, Molokai. This project is declared to be in the public interest and for the public's health, safety, and general welfare of the State.

This request will reauthorize funds proposed for lapsing from Act 119, SLH 2015, as amended by Act 124, SLH 2016, Item F-3.01, and as amended by Act 49, SLH 2017, Molokai Veterans Center, Molokai; authorized under the Department of Defense, DEF112 - Services to Veterans (see proviso lapsing section, \$4,000,000 G.O. bond funds).

### **Department of Land and Natural Resources**

#### **Public Lands Management (LNR 101)**

Adds \$1,250,000 in G.O. bond funds and \$1,250,000 in private contribution funds for FY 19 for the Royal Hawaiian Groin Replacement project. Reauthorization is requested due to updated project costs that exceed current funds, and design delays. LNR indicated that Waikiki Improvement Association has been informed of the increase and is willing to maintain 50%-50% cost share.

This request will reauthorize funds proposed for lapsing from Act 119, SLH 2015, as amended by Act 124, SLH 2016, Item K-5.01, Royal Hawaiian Groin Replacement, O'ahu (see proviso lapsing section, \$750,000 in G.O. bond funds and \$750,000 in private contribution funds).

### **Department of Transportation**

#### **Harbors Administration (TRN 395)**

Adds \$2,000,000 in G.O. bond funds in FY 19 for the Relocation of the "I Heart Radio" Aerial, O'ahu, project. The maritime industry intends to install and operate taller cranes at Honolulu Harbor which would require the airline industry to revise their emergency flight path; however, the airline industry has indicated that the revised flight path is obstructed by the "I Heart Radio" tower. This project is declared to be in the public interest and for the public's health, safety, and general welfare of the State.

This request will reauthorize funds proposed for lapsing from Act 119, SLH 2015, as amended by Act 124, SLH 2016, Item C-53, Relocation of "I Heart Radio" Aerial, O'ahu (see proviso lapsing section, \$5,000,000 G.O. bond funds).

## **2. Provisos**

### **Department of Defense**

Lapses \$4,000,000 in G.O. bond funds from Act 119, SLH 2015, as amended by Act 124, SLH 2016, Item F-3.01, as amended by Act 49, SLH 2017, Molokai Veterans Center, Molokai.

**Department of Land and Natural Resources**

Lapses \$750,000 in G.O. bond funds and \$750,000 in private contributions from Act 119, SLH 2015, as amended by Act 124, SLH 2016, Item K-5.01, Royal Hawaiian Groin Replacement, O'ahu.

**Department of Transportation**

Lapses \$5,000,000 in G.O. bond funds from Act 119, SLH 2015, as amended by Act 124, SLH 2016, Item C-53, Relocation of "I Heart Radio" Aerial, O'ahu.

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

OPERATING1. Updates to Operating Budget Requests

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

**Department of Accounting and General Services (AGS)**Office of Information Management and Technology (AGS 130/EG)

Transfers 6.00 temporary positions and \$900,000 in general funds from AGS to the Department of Taxation (TAX) in FY 19 for the Tax System Modernization project. This will reverse the transfer of these positions made from TAX to AGS pursuant to Act 49, SLH 2017, in FY 19.

	<u>FY 2018</u>	<u>FY 2019</u>
Personal Services	.....	-(6.00) A Temp
	.....	-\$900,000 A

**Department of Business, Economic Development and Tourism (BED)**State Energy Office (BED 120/SI)

Adds \$240,000 in trust funds (administrative trust account) for FY 19 for administrative expenses related to the Volkswagen Environmental Mitigation Trust Agreement.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$240,000 T

**Department of Budget and Finance (BUF)**State (BUF 721/ST)

Reduces \$1,217,222 in general funds in other current expenses in FY 19 to reflect updated debt service payment projections based upon a revised bond issuance plan.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	-\$1,217,222 A



Lower Education/DOE (BUF 725/LE)

Reduces \$1,049,667 in general funds in other current expenses in FY 19 to reflect updated debt service payment projections based upon a revised bond issuance plan.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	-\$1,049,667 A

Higher Education/UH (BUF 728/HE)

Reduces \$388,480 in general funds in other current expenses in FY 19 to reflect updated debt service payment projections based upon a revised bond issuance plan.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	-\$388,480 A

**Department of Education (EDN)**

Charter Schools (EDN 600/JA)

Reduces \$749,893 in general funds for FY 19 to reflect the DreamHouse public charter school delayed opening from the 2018-2019 school year to 2019-2020 school year.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	-\$749,893 A

**Department of Human Services (HMS)**

General Assistance Payments (HMS 204/PD)

Adds \$3,000,000 in special funds in FY 19 to create an on-going ceiling in the General Assistance Payments program for the Interim Assistance Reimbursement Special Fund which was established by Act 196, SLH 2015 (FY 16), but was never integrated into the program's base budget after the initial specific appropriation in FY 16.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$3,000,000 B

Fee-for-Services Payments (HMS 401/PE)

Reduces \$294,480 in general funds and \$441,720 in federal funds in FY 19 for the Health Care Payments program to reflect lower projected needs for restoring Med-QUEST adult dental benefits.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	-\$294,480 A
	.....	-\$441,720 N

Fee-for-Services Payments (HMS 401/PE)

Adds \$2,798,600 in general funds in FY 19 for the Health Care Payments program to reflect higher State share needs for Medicaid capitation expenditures since the original request used a preliminary Federal Medical Assistance Percentage (FMAP) of 54.11% while the final approved FMAP rate is 53.92%.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$2,798,600 A

General Administration (HMS) (HMS 904/AA)

Adds 5.00 permanent positions and \$403,939 (3.75 FTE and \$318,780 in general funds, and 1.25 FTE and \$85,159 in federal funds) in personal services, and trades off \$318,780 in general funds in other current expenses to budget 5.00 special projects Hearing Officer positions in the General Administration (HMS) program budget.

	<u>FY 2018</u>	<u>FY 2019</u>
	.....	(3.75) A Perm
	.....	(1.25) N Perm
Personal Services	.....	\$318,780 A
Personal Services	.....	\$ 85,159 N
Other Current Expenses	.....	-\$318,780 A

**Department of Land and Natural Resources (LNR)**

Land Management Division (LNR 101/EA)

Reduces 1.00 permanent position and \$97,250 in general funds, and adds 1.00 permanent position and \$155,600 in special funds for FY 19 to revise the means of financing for a Project Development Specialist position (special funds from the Special Land and Development Fund (SLDF)). All other positions in the Land Division are special funded.

	<u>FY 2018</u>	<u>FY 2019</u>
	.....	-(1.00) A Perm
	.....	(1.00) B Perm
Personal Services	.....	-\$ 97,250 A
Personal Services	.....	\$155,600 B

Land Management Division (LNR 101/EA)

Adds \$1,000,000 in special funds in FY 19 for the management of public lands (special funds from the SLDF).

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$1,000,000 B

Forestry Division (LNR 172/DA)

Adds \$270,000 in special funds in FY 19 to improve resource protection and visitor access in State Forest Reserves (special funds from the SLDF). Funds will be used for Helemano Wilderness Recreation Area and Nuuanu Judd Trail recreational improvements on O'ahu, Mauna Kea Forest Reserve Visitor Center on Hawai'i, and Keanae Arboretum on Maui.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$270,000 B

Forestry Division (LNR 402/DA)

Adds \$200,000 in special funds in FY 19 for helicopter contracts to control wildland fires for the Division of Forestry and Wildlife (special funds from the SLDF).

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$200,000 B

Forestry Division (LNR 402/DA)

Adds 9.00 permanent positions and \$423,706 in special funds in FY 19 for Forestry and Wildlife Technician IV positions to remove invasive species from forests per the Hawai'i Interagency Biosecurity Plan (special funds from the SLDF).

	<u>FY 2018</u>	<u>FY 2019</u>
	.....	(9.00) B Perm
Personal Services	.....	\$251,338 B
Other Current Expenses	.....	\$172,368 B

Enforcement (LNR 405/HA)

Adds \$365,000 in special funds in FY 19 for a new records management system for the Conservation and Resources Enforcement program (special funds from the SLDF).

	<u>FY 2018</u>	<u>FY 2019</u>
Equipment	.....	\$365,000 B

Enforcement (LNR 405/HA)

Adds \$411,000 in special funds in FY 19 for a new dispatch center for the Conservation and Resources Enforcement program (special funds from the SLDF).

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$117,000 B
Equipment	.....	\$294,000 B

Historic Preservation (LNR 802/HP)

Adds \$300,000 in special funds for FY 19 for the Historic Preservation program to contract a law fellow and archeologists to support program operations (special funds from the SLDF).

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$300,000 B

Park Interpretation (LNR 806/FI)

Adds \$515,200 in special funds in FY 19 to cover increased costs of lifeguard contracts for Hapuna Beach in Hawai'i County, and Keawaula Beach in the City and County of Honolulu (special funds from the SLDF). State Parks pays the counties for lifeguard services, towers and equipment using general funds for Maui and Kauai, and special funds for O'ahu and Hawai'i. The FY 19 Executive Supplemental Operating Budget included \$536,819 in general funds in FY 19 for Maui and Kauai county lifeguard contracts.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$515,200 B

**Department of Taxation (TAX)**

Compliance Division, Audit Branch - O'ahu (TAX 100/CO)

Reduces 1.00 permanent position and \$46,050 in general funds in FY 19 to reverse the trade-off/transfer budget request to establish a new Branch Chief position in the Compliance program, as provided in Act 49, SLH 2017. This request will be offset with the corresponding request to increase other current expenses in TAX 107/AA, Office of the Director.

	<u>FY 2018</u>	<u>FY 2019</u>
Personal Services	.....	-(1.00) A Perm
	.....	-\$46,050 A

Office of the Director (TAX 107/AA)

Transfers 6.00 temporary positions and \$900,000 in general funds from AGS to TAX in FY 19 for the Tax System Modernization project. This will reverse the transfer of these positions made from TAX to AGS pursuant to Act 49, SLH 2017, in FY 19.

	<u>FY 2018</u>	<u>FY 2019</u>
Personal Services	.....	(6.00) A Temp
	.....	\$900,000 A

Office of the Director (TAX 107/AA)

Reduces 1.00 permanent position and \$24,474 in general funds in FY 19 to reverse the trade-off/transfer budget request to establish a new Tax Information Specialist position in the Office of the Director, as provided in Act 49, SLH 2017. This request will be offset with the corresponding request to increase other current expenses in TAX 107/AA, Office of the Director.

	<u>FY 2018</u>	<u>FY 2019</u>
Personal Services	.....	-(1.00) A Perm
	.....	-\$24,474 A

Office of the Director (TAX 107/AA)

Adds \$102,762 in general funds in FY 19 to reverse three trade-off/transfer budget requests, as provided in Act 49, SLH 2017. See TAX 100/CO, \$46,050; TAX 107/AA, \$24,474; and TAX 107/AC, \$32,238.

	<u>FY 2018</u>	<u>FY 2019</u>
Other Current Expenses	.....	\$102,762 A

Information Technology Services Office (TAX 107/AC)

Reduces 1.00 permanent position and \$32,238 in general funds in FY 19 to reverse the trade-off/transfer budget request to establish a new eService Specialist position in the Information Technology Services Office, as provided in Act 49, SLH 2017. This request will be offset with the corresponding request to increase other current expenses in TAX 107/AA, Office of the Director.

	<u>FY 2018</u>	<u>FY 2019</u>
Personal Services	.....	-(1.00) A Perm
	.....	-\$32,238 A

2. Corrections to Operating Budget Requests

The following budget request is being proposed to correct an error in the operating budget:

**Department of Land and Natural Resources (LNR)**

DOWALD – Flood Control & Dam Safety (LNR 810/GD)

Reduces 0.50 permanent position and \$59,902 in other federal funds in FY 19 for the Prevention of Natural Disasters program. This is a housekeeping adjustment to correct an inadvertent error in the trade-off request for the statewide Flood Insurance Program Coordinator (Position No. 52373).

	<u>FY 2018</u>	<u>FY 2019</u>
Personal Services	.....	-(0.50) P Perm
	.....	-\$59,902 P

CAPITAL IMPROVEMENT PROGRAM

1. Capital Improvement Program Budget Adjustments:

House Bill No. 1900, Section 6, is amended:

**Department of Hawaiian Home Lands (HHL)**

HHL 602 PLANNING AND DEVELOPMENT FOR HAWAIIAN HOMESTEADS

By adding a new item:

“MOLOKAI VETERANS CENTER, MOLOKAI

PLANS, DESIGN, CONSTRUCTION AND EQUIPMENT FOR PARKING LOT, PORTABLE FACILITY AND INSTALLATION OF SEPTIC TANK AND PHOTOVOLTAIC SYSTEM; GROUND AND SITE IMPROVEMENTS; EQUIPMENT AND APPURTENANCES IN HOOLEHUA TO PROVIDE SERVICES TO VETERANS AND HOMESTEAD RESIDENTS. THE LEGISLATURE FINDS AND DECLARES THAT THE APPROPRIATION IS IN THE PUBLIC INTEREST AND FOR THE PUBLIC'S HEALTH, SAFETY AND GENERAL WELFARE OF THE STATE.

	<u>FY 2018</u>	<u>FY 2019</u>
<u>PLANS</u>		<u>1</u>
<u>DESIGN</u>		<u>1</u>
<u>CONSTRUCTION</u>		<u>3,997</u>
<u>EQUIPMENT</u>		<u>1</u>
<u>TOTAL FUNDING HHL</u>		<u>4,000 C”</u>

**Department of Land and Natural Resources (LNR)**

LNR 101 PUBLIC LANDS MANAGEMENT

By adding a new item:

“E00C ROYAL HAWAIIAN GROIN REPLACEMENT, OAHU

PLANS, DESIGN AND CONSTRUCTION TO REPLACE THE ROYAL HAWAIIAN GROIN WITH A NEW GROIN STRUCTURE. NEW GROIN TO SERVE SAME PURPOSE AS OLD GROIN TO RETAIN SAND ON WAIKIKI BEACH.

	<u>FY 2018</u>	<u>FY 2019</u>
<u>CONSTRUCTION</u>		<u>2,500</u>
<u>TOTAL FUNDING LNR</u>		<u>1,250 C</u> <u>1,250 R”</u>



**Department of Transportation (TRN)**

TRN 395 HARBORS ADMINISTRATION

By adding a new item:

"P16016 "I HEART RADIO" AERIAL, OAHU

PLANS, LAND ACQUISITION, DESIGN, CONSTRUCTION, AND EQUIPMENT FOR THE RELOCATION, IN WHOLE OR IN PART, OF THE "I HEART RADIO" AERIAL LOCATED NEAR THE KAPALAMA CANAL ON DILLINGHAM BLVD TO AN APPROPRIATE LOCATION OR LOCATIONS; PROVIDED THAT SUCH RELOCATION MAY BE DONE IN PHASES. THE LEGISLATURE FINDS AND DECLARES THAT THE APPROPRIATION IS IN THE PUBLIC INTEREST AND FOR THE PUBLIC'S HEALTH, SAFETY AND GENERAL WELFARE OF THE STATE.

	<u>FY 2018</u>	<u>FY 2019</u>
<u>PLANS</u>		<u>50</u>
<u>LAND ACQUISITION</u>		<u>25</u>
<u>DESIGN</u>		<u>350</u>
<u>CONSTRUCTION</u>		<u>1,075</u>
<u>EQUIPMENT</u>		<u>500</u>
<u>TOTAL FUNDING TRN</u>		<u>2,000 C"</u>

2. Capital Improvement Program Provisos:

House Bill No. 1900, Section 7, is amended:

By amending Section 47 to read as follows:

“SECTION 47. Any law to the contrary notwithstanding, the appropriations under Act 119, Session Laws of Hawaii 2015, section 47, as amended and renumbered by Act 124, Session Laws of Hawaii 2016, section 5, in the amounts indicated or balances thereof, unallotted, allotted, unencumbered, or encumbered and unrequired, are hereby lapsed:

<u>Item No.</u>	<u>Amount (MOF)</u>
<u>A-18.03</u>	<u>\$5,230,000 C</u>
<u>C-21</u>	<u>50,000,000 E</u>
<u>C-53</u>	<u>5,000,000 C</u>
<u>G-81</u>	<u>4,875,000 C</u>
<u>I-0.13</u>	<u>3,145,000 C</u>
<u>I-1.01</u>	<u>13,210,000 C</u>
<u>I-1.02</u>	<u>13,210,000 C</u>
<u>I-1.03</u>	<u>6,320,000 C</u>
<u>I-1.04</u>	<u>17,500,000 C</u>
<u>K-2</u>	<u>30,000,000 C</u>
<u>K-3.01</u>	<u>15,000,000 C</u>
<u>K-5.01</u>	<u>750,000 C</u>
<u>K-5.01</u>	<u>750,000 R</u>
<u>K-7</u>	<u>8,512,000 C”</u>

By adding a new section to read as follows:

“Section ### Any law to the contrary notwithstanding, the appropriations under Act 119, Session Laws of Hawaii 2015, section 47, as amended and renumbered by Act 124, Session Laws of Hawaii 2016, section 5, and as amended by Act 49, Session Laws of Hawaii 2017, section 36, in the amount indicated or balances thereof, unallotted, allotted, unencumbered, or encumbered and unrequired, is hereby lapsed:

<u>Item No.</u>	<u>Amount (MOF)</u>
<u>F-3.01</u>	<u>\$4,000,000 C”</u>

RECEIVED  
SENATE  
OFFICE OF THE PRESIDENT

'18 MAR -2 110 :46

RECEIVED  
THE SENATE  
CLERK'S OFFICE  
STATE OF HAWAII

'18 MAR -2 112 :38