

# State of Hawaii



## The FY 2017 Executive Supplemental Budget

### ***Budget in Brief***

Prepared by the Department of Budget and Finance  
December 21, 2015

EXECUTIVE CHAMBERS  
State Capitol  
Honolulu, Hawaii 96813

**GOVERNOR'S MESSAGE TO THE 28<sup>TH</sup> STATE  
LEGISLATURE OF HAWAII MEETING IN THE REGULAR  
SESSION OF 2016**

In compliance with Article VII, Section 9, of the Hawaii Constitution, I hereby submit to the State Legislature the Executive Supplemental Budget for Fiscal Biennium (FB) 2015-17 and the updated Program and Financial Plan for the period 2015-21.

**OVERVIEW**

The Administration is focused on ensuring the State's fiscal stability now and in the future. Although the State's current economic conditions are favorable – the lowest unemployment rate since February 2008 with the visitor and construction industries leading the way – they cannot be taken for granted.

There are significant and pressing demands on State resources. Our public schools need additional funding at the school level, where it can make the most impact. We must support the development of housing which is affordable by leveraging resources and facilitating the development of low-income rental units.

We must rebuild programs that were severely curtailed during the Great Recession. There are important, though sometimes unpopular, programs that have been passed over for years and should no longer be pushed down the road. Other new and compelling needs must also compete for their share of State funds.

Thus, we must manage the State's resources to provide for the State's priorities and near- and long-term financial

commitments, while building the State's budget reserves and broadening our economic base. The Administration's policies that strengthen the State's financial foundation will help to ensure that the State is able to support program needs and weather future economic downturns.

While we are committed to being fiscally responsible, we must also be responsive to the needs of our residents and our programs. As such, the Executive Supplemental Budget is aligned with the Administration's strategic priorities to provide the most significant impact to Hawaii's residents and State programs.

***Our Mission***

The Administration aims to change the trajectory of Hawaii by restoring faith in government and establishing the Hawaiian Islands as a place future generations choose to call home.

- **Education:** Empower our public schools and university, focus on 21st century skills and learning, and ensure that schools provide a healthy and safe learning environment.
- **Effective, Efficient, and Open Government:** Restore the public's trust in government by committing to reforms that increase efficiency, reduce waste, and improve transparency and accountability.
- **Housing:** Build homes that people can afford, including rentals, to address the needs of those entering the work force and improve the State's public housing facilities. On Oahu, identify State lands near transit stations for the development of housing, employment centers, daycare, senior centers, and community facilities.

- **Health:** Create a 21st century health system that improves access, treatment, and affordability for all Hawaii residents, beginning with our children and our elders, and including rural communities on all islands.
- **Economy:** Promote economic diversification and policies that support growth and attract more air carriers to Hawaii, expand the U.S. Customs Pre-clearance Program, and upgrade and expand broadband infrastructure. Recognize and support renewable energy initiatives and the military as crucial pillars of Hawaii's economy.
- **Energy:** Ensure a 100% renewable energy future in which we work together as a State, focusing on making solar and other technologies available for all.
- **Agriculture:** Double local food production by 2020; develop water and energy resources to support this effort. Provide loans for farmers and more land for agriculture.
- **Environment:** Foster environmental stewardship from mountain to sea. Protect and more efficiently use our fresh water supply. Provide State lands for public use and enjoyment.
- **Native Hawaiians:** Honor, respect, and promote Native Hawaiian culture and sustainability. Support the Native Hawaiian community's ongoing efforts for a Hawaiian-based governance structure.
- **Traffic:** Support the development and completion of public transit systems, including bus and rail. Deploy traffic mitigation initiatives to reduce congestion on our roadways.
- **Taxes:** Modernize our tax system, increase efficiency for taxpayers and hold accountable those who do not pay their taxes.

### ***Budget Considerations***

In the development of the Executive Supplemental Budget, the Administration took a hard look at the State's recent and potential upcoming fiscal challenges to ensure that the State's fiscal health is maintained through FY 2015-17 and beyond.

Hawaii's economy suffered greatly due to the Great Recession, which distressed economies around the globe. To get through the recessionary and recovery periods, the State implemented drastic measures, including reductions in force, furloughs, hiring freezes, temporary tax increases and deep program cuts, while depleting reserves, delaying income tax refunds, and delaying vendor payments to stay afloat. The Great Recession also adversely affected the investments of the Employees' Retirement System (ERS).

In recent years, the State's fiscal situation has fluctuated significantly and general fund revenue growth trends have often not been clearly reflective of economic activity. Although the Great Recession officially ended in 2009, the State is just beginning to experience the positive effects of economic recovery.

Of note, the State's general fund balance as of June 30, 2015 was \$828.1 million. While this is a reasonable general fund balance, due in part to the Administration's cautious approach to spending, fiscal year end balances are expected to decrease through FY 18 due to annual spending in excess of annual revenues. Additionally, the FY 16 and FY 17 Executive expenditure ceilings have already been exceeded.

For many years, the general fund financial plan has reflected repayments of 1) a general fund cash advance to the general obligation (G.O.) bond fund for the purchase of the Kapalama Military Reservation (\$89.9 million) and 2) a general fund cash advance to the Hawaii Health Systems Corporation (HHSC) (\$13.3 million) which will likely not be realized. As such, to more accurately reflect estimated general fund balances in the

future, the Administration will propose a measure to formally recognize that these amounts will not be repaid to the general fund.

The State is also facing a significant ramp up in funding pension and other post-employment benefits (OPEB) liabilities and negotiations for collective bargaining contracts for upcoming FY 2017-19. Moreover, there are national and global events with potential adverse economic impact and the inevitable trough of every economic cycle that must be taken into consideration.

The actions taken to balance the budget in the past continue to have an impact on our programs and services today and we cannot afford to repeat them. The State must be proactive and transparent in its efforts to maintain a solid fiscal base.

### ***Strengthening Our Foundation***

As the Administration strives to make the most efficient use of our resources and ensure that public funds are prudently spent, we recognize that many State programs were significantly constrained by the reductions imposed due to the Great Recession and have not had the opportunity to rebuild. These programs have been unable to fulfill the full scope of their responsibilities and there is a need to provide additional support.

Other important program needs should be addressed after years of being passed over. For example, rebuilding the Oahu Community Correctional Center (OCCC) has long been discussed but no funds have been appropriated. We will introduce legislation to move this project forward in the upcoming legislative session.

We realize that there are also many other compelling needs. The basic needs of our residents for good schools, housing, and health and social services will always be at the forefront.

Ultimately, the Administration is committed to improving the State's delivery of vital public services by increasing efficiency, transparency, and preparedness. Concomitantly, the Administration recognizes that strengthening the State's fiscal position must be done now, while resources are available.

All of these efforts must be sustainable. Thus, the Administration's budget approach, which is focused on ensuring the State's fiscal stability now and in the future, includes:

- Developing a formal budget reserve policy.
- Developing a formal debt policy.
- Strategically planning expenditures and limiting expansion of annual recurrent spending.
- Aggressively addressing pension and OPEB unfunded liabilities to reduce amounts required in the future.
- Strengthening budget reserves by depositing additional funds into the Emergency and Budget Reserve Fund (EBRF).

While resources are available, the Administration proposes to pay the OPEB annual required contribution (ARC) at the 100% level beginning in FY 17, instead of FY 19. The ARC amortizes the OPEB \$8.52 billion unfunded liability over a 30-year period but, like a mortgage, paying more now will result in significant savings in the future. We also propose to provide funding in FY 17 for the EBRF, which will help to ensure the State's fiscal stability in future economic downturns.

## ***Budget Transparency***

To increase budget transparency, departments were instructed to review their FB 2015-17 operating budget details for items which did not align with anticipated expenditures and could be addressed immediately. Requests include those to correct the following:

- Negative adjustments.
- Underfunded, unfunded, or unbudgeted positions.
- Specific budget line items which do not align with anticipated expenditures.

Additionally, Act 160, SLH 2015, which becomes effective July 1, 2017, provides that no funds shall be expended to fill a permanent or temporary position if the filling of that position causes the position ceiling to be exceeded, with specified exceptions. Act 160 defines “position ceiling” as the maximum number of permanent and temporary positions that an expending agency is authorized for a particular program.

In anticipation of these requirements, all departments were instructed to specifically review their unbudgeted positions to determine which were critical and should continue as budgeted positions. Because the unbudgeted positions are currently funded, only cost neutral requests (i.e., tradeoff/transfer requests with related increases in permanent or temporary position counts) were allowed.

Hence, the Executive Supplemental Budget includes requests to convert such unbudgeted positions to budgeted positions. Many other unbudgeted positions are still under review by their respective departments and may take longer to convert depending upon the types of positions.

Act 160 also requires that permanent and temporary position ceilings for each program be provided in the budget documents after July 1, 2017. In advance of this deadline, the Executive Supplemental Budget provides permanent and temporary position ceilings by program ID and department in interim report formats.

The Administration will also submit a measure to initially authorize permanent civil service positions and funds for services currently performed under contracts with various State agencies, pursuant to an agreement between the United Public Workers and the State of Hawaii.

## **THE ECONOMY**

Hawaii’s economy continues to show positive growth, which is expected to continue into 2016 and beyond. The visitor industry is still a solid performer, with 2015 year-to-date increases of 4.2% in visitor arrivals and 2.2% in visitor spending compared to 2014.

Monthly total visitor counts have consistently reached record levels since March 2015. The month of October 2015 was no exception, with preliminary total visitor arrivals to the Hawaiian Islands reaching a new record of 692,930 visitors, an increase of 4.8% compared to October 2014.

However, monthly visitor spending per person per day has lagged, resulting in a 2.2% decrease in total visitor expenditures for October 2015. Softening conditions in global markets may pose further challenges to industry growth as visitors stay for shorter periods and spend less.

The construction industry has seen marked improvement. There are construction projects in many of our neighborhoods, such as new housing developments, commercial improvements, roadwork, and Honolulu’s rail project. Current and planned projects will contribute to an expansion of the construction industry that is projected to last several years.

The construction industry, a major driver of Hawaii's economy, has been a significant contributor to the State's job growth. In the third quarter of 2015, 1,700 jobs were added in the construction sector, which is an increase of 5.2% compared to the third quarter of 2014.

Hawaii's seasonally adjusted unemployment rate of 3.3% for October reflects the lowest rate since February 2008 and the fourth lowest rate in the nation. The State's unemployment rate has consistently declined since July 2015, due in large part to the growth of the visitor and construction industries, and is an indicator of the health of Hawaii's economy.

On the national level, there are again concerns about potential economic and fiscal impacts due to the absence of a federal budget for the current federal fiscal year. The U.S. and the State's economic health also remain vulnerable to the potential impact of the unrest in the Middle East and economic volatility in China and Europe.

### **REVENUE PROJECTIONS**

In its September 10, 2015 report to the Governor, the Council on Revenues (COR) revised its May 2015 general fund revenue forecast significantly. The FY 16 projection was increased from 2.7% to 6.0%, the FY 17 projection was decreased from 6.4% to 5.5%, the projections of 5.5% for FY 18 and 5.0% for FY 19 were left unchanged, the projections for FY 20 and FY 21 were lowered from 5.0% to 4.5% and 4.5% growth was forecast for FY 22. The estimated impact of the COR's revisions to general fund tax revenues for the current and two upcoming biennium total \$255.6 million for FB 2015-17, \$227.6 million for FB 2017-19, and \$141.0 million for FB 2019-21.

The adjustments made by the COR for FY 16 were due to the strength of labor, tourism and construction indicators and the less than anticipated impact of slower processing of tax refunds in FY 15, which had been expected to result in more

tax refunds paid out in FY 16. Thus far, preliminary general fund tax collections for FY 16 are exceeding the COR's projection, coming in at 9.3% for the first five months of FY 16 (as of November 2015) compared to the same period in FY 15.

### **THE FY 17 EXECUTIVE SUPPLEMENTAL BUDGET**

	<u>FY 16</u> <u>Appropriations</u> (\$million)	<u>FY 16</u> <u>Adjustments</u> (\$million)	<u>FY 16</u> <u>Requests</u> (\$million)
Operating Budget			
All Means of Financing (MOF)	12,874.4	0.0	12,874.4
General Funds	6,584.7	0.0	6,584.7
Capital Improvements			
All MOF	1,628.4	-20.9	1,607.5
G.O. Bond Funds	640.6	0.0	640.6
	<u>FY 17</u> <u>Appropriations</u> (\$million)	<u>FY 17</u> <u>Adjustments</u> (\$million)	<u>FY 17</u> <u>Requests</u> (\$million)
Operating Budget			
All MOF	13,296.5	433.1	13,729.6
General Funds	6,834.3	297.6	7,131.8*
Capital Improvements			
All MOF	767.0	1,767.8	2,534.8
General Funds	0.0	14.3	14.3
G.O. Bond Funds	188.5	891.8	1,080.3

\*/ Total differs due to rounding.

## The Operating Budget

The Executive Supplemental Budget includes requests for FY 17 that propose a number of changes and adjustments to Act 119, SLH 2015, the General Appropriations Act of 2015, which authorized funding for the two-year fiscal period that began on July 1, 2015 and ends on June 30, 2017.

The Executive Supplemental Budget includes amendments for FY 17 that total \$433.1 million from all MOF for operating costs. This represents an increase of 3.3% over FY 17 appropriations in the FB 2015-17 Executive Budget.

Additional information on funding distribution by MOF and department may be found in the sections that follow.

The net request for general funds totals \$297.6 million in FY 17, resulting in an increase of 4.4% in FY 17. Of the requested general funds in FY 17, \$20.3 million is for non-recurring costs (e.g., one-time cash infusions to special funds, relocation costs, equipment, motor vehicles).

Additionally, a significant portion of general funds - \$163.9 million of the \$297.6 million requested - is to increase the funding level for OPEB to 100% of the ARC in FY 17. The State has an obligation to pay these already earned benefits and it is fiscally responsible to increase the OPEB funding now, while the funds are available, to significantly lessen the amounts that the State will be required to pay in the future.

The OPEB request, along with other fixed cost requests for \$8.4 million for health premium payments and \$23.2 million for health care payments (total \$31.6 million - total differs due to rounding) are partially offset by reductions of \$23.2 million for debt service and \$13.7 million for retirement benefits payments (total \$36.9 million).

Significant FY 17 requests for priority areas include (general funds unless otherwise noted; most positions funded for six-months):

### Education

- \$26.5 million for the Department of Education's (DOE) Weighted Student Formula to support the goals and objectives of each school. \$10 million of this amount is specifically for English Language Learners as recommended by the Committee on Weights.
- \$2 million to provide skilled nursing services to eligible students, ages 3-22, at public schools in compliance with federal law.
- \$9 million and \$7 million for DOE's utility and student transportation costs, respectively.
- 8.50 FTE permanent positions and \$0.8 million in general funds and \$0.5 million in special funds for the Hawaii State Public Library System for security services, repair and maintenance (R&M) and new positions at Aiea, Nanakuli, and Naalehu public libraries.
- \$6 million for the Preschool Open Doors program which assists low and moderate income families to send their children to preschool. 1.00 FTE permanent position and \$0.2 million (0.55 permanent position and \$0.2 million in general funds; 0.45 permanent position and \$21,888 in federal funds) also provided for program administration.
- \$4 million for the University of Hawaii's (UH) Cancer Center.
- 12.00 FTE permanent positions and \$0.7 million to support growth at UH West Oahu.

- \$1.3 million for critical equipment needs for UH Community Colleges.

#### Effective, Efficient, and Open Government

- 8.00 FTE permanent positions and \$0.3 million for the Department of Accounting and General Services (DAGS) to implement and support the State's new accounting systems.
- 25.00 FTE permanent positions and \$0.8 million for the Office of Enterprise Technology Services (ETS) for web developers, systems engineers, and network technicians to support new enterprise technology initiatives and 6.00 FTE permanent positions and \$0.2 million for technology security positions to staff the State's Security Operations Center.
- \$7 million in other funds for the implementation of critical security features and equipment to protect the ERS' computer system, conversion of employer provided personnel data, internal audit functions to access security threats and upgrade of the ERS pension system.
- \$5.9 million in general funds and \$17.7 million in federal funds for maintenance and operation of the Department of Human Services' (DHS) integrated eligibility enterprise system.

#### Housing

- \$3 million for the DHS' State family and elderly housing facilities to stabilize operations and mitigate rent increases.
- 22.00 FTE permanent positions, 7.00 FTE temporary positions and \$1.1 million to convert the Hawaii Public Housing Authority's (HPHA) administrative positions from federal funds to general funds to allow HPHA to maximize the amount of federal funds used for housing vouchers.

Related reduction to federal funds has also been requested.

- 64.00 FTE permanent positions and \$4.5 million in revolving funds to restore positions which were used for HPHA's multi-skilled worker program.

An Administration measure will also be submitted to eliminate the cap on conveyance tax revenues which go into the Rental Housing Revolving Fund.

#### Homelessness

The Administration also recognizes that as important as it is to provide a variety of housing opportunities, there are many in need of immediate assistance with shelter. Homelessness is far reaching in its impact to all of our communities and we must find near- and long-term solutions.

- \$3 million for DHS' Housing First program which provides housing and supportive services to homeless who may have mental health or addiction issues.
- \$0.4 million for a new Stored Property program.
- \$2 million for Homeless Outreach services.
- \$2 million to establish a new Rapid Re-housing program to move capable families out of shelters.
- \$0.4 million for ongoing R&M of the State's homeless shelters.
- 3.00 FTE temporary positions and \$0.2 million for the Governor's Homelessness special project.
- 12.00 FTE permanent positions and \$0.4 million to provide additional deputy sheriffs at the State Capitol and to assist with homeless enforcement efforts.

- \$0.4 million in highway special funds for assistance from the Department of Public Safety to deal with homeless-related highway safety issues.
- 7.00 FTE permanent positions and \$0.8 million in highway special funds for two Highways Maintenance Units to work with homeless enforcement issues on a daily basis.

### Health

- \$4.9 million in general funds and \$5.7 million in federal funds to provide Autism Spectrum Disorder services for Medicaid children through age 6.
- \$8 million in general funds and \$9.4 million in federal funds to provide Solvaldi treatment for Medicaid patients with chronic Hepatitis C infections.
- \$4.8 million in general funds and \$7.7 million in federal funds to restore adult dental benefits for Medicaid recipients.
- \$4.3 million in general funds and \$3.3 million in federal funds for increase in Medicare Part B premiums.
- \$4.7 million for the Hawaii State Hospital for projected shortfall due to continued high patient census and acuity.
- \$2.8 million for increase in State match for Department of Health's (DOH) intellectual and developmental disabilities home and community based services.
- 2.00 FTE permanent positions and \$8 million for DOH's Aging Disability Resource Center.
- \$4.1 million for the Kupuna Care program.

Additionally, the State is in negotiations to implement Act 103, SLH 2015, and transfer the HHSC, Maui Region's facilities to Kaiser Foundation Hospital. Once the Transfer Agreement is finalized, the Administration will make an appropriate request for funding via Governor's message to the 2016 Legislature, if necessary.

### Economy

- \$5 million for Hawaii Strategic Development Corporation Revolving Fund infusion for the HI Growth Initiative. \$5 million revolving fund ceiling also requested for expenditure of the funds.
- 2.00 FTE temporary positions and \$0.3 million for the Office of Military Affairs and Federal Grant Maximization.
- 20.00 FTE permanent positions and \$3.5 million for UH's Hawaii Research and Innovation Initiative to develop an innovation-based entrepreneurial system to create high quality jobs.

### Agriculture

- 4.00 FTE temporary positions and \$0.3 million for UH's Agriculture Extension Service to provide a specialist for each county for livestock, organic agriculture, food production and federal food safety compliance.

### Environment

- \$2 million for the Aloha + Challenge to support the Department of Land and Natural Resources' (DLNR) Wildfire Contingency Fund, Kawainui Restoration Project, Kure Atoll Management, endangered species programs and the Na Ala Hele program to enhance the State's trail and access systems.

- \$4 million in special funds to host the International Union of Conservation of Nature World 2016 Congress.
- \$1.5 million for DLNR to conduct a stream study necessary to establish instream flow standards pursuant to Section 174C-71, HRS.

#### Native Hawaiians

- 2.00 FTE permanent positions and \$0.1 million for the Papahānaumokuākea Marine National Monument as federal funds will no longer be available.
- 6.00 FTE permanent positions and \$0.1 million for the State's Historical Preservation Division.

#### Traffic

- 10.00 FTE and \$0.8 million in special funds for the new Intelligent Transportation Systems Branch to be located at the Joint Traffic Management Center.

#### Taxes

- 14.00 FTE permanent positions and \$0.6 million for new Investigation Branch, which includes new Tax Fraud Section.
- 16.00 FTE permanent positions converted from temporary in the Tax Services and Processing Division to support recruitment and retention.

### **The Capital Improvements Program Budget**

For the CIP budget, proposed FY 16 amendments total -\$20.9 million and FY 17 amendments total \$1.8 billion from all MOF. This represents a decrease of 1% from FY 16 and an increase of 230% over FY 17 in the FB 2015-17 Executive Budget.

There are no G.O. bond fund requests for FY 16; thus, the net request for G.O. bond funds totals \$891.8 million in FY 17, resulting in an increase of 473%. However, \$125.4 million is to reauthorize funding which supports expenditures from prior year encumbered appropriations from the State Educational Facilities Improvement (SEFI) Special Fund.

While the Administration recognizes that the proposed G.O. bond fund issuance is large, there are many factors which support the need for an issuance of this size. The Administration requests funding for critical program needs which have been long passed over. Despite the large issuance, the State will still have significant unmet needs to address in future years.

The DOE was unable to provide air conditioning for our public schools when temperatures reached record highs making students miserable and unable to perform to their potential. We have requested funding for heat mitigation at our public schools. Additionally, the Executive Supplemental Budget includes funds for deferred major R&M and other renovations needed to provide appropriate learning environments for our public school students.

We have also requested funding for improvements to our correctional facilities in the State of Hawaii. Such improvements are necessary to alleviate current overcrowded conditions and could generate program savings.

The State can no longer put off replacing the DOH's Forensics Building at the Hawaii State Hospital to reduce overcrowding and to address the safety concerns of the public and the hospital's staff. As such, \$160.5 million has been requested for a new patient care facility.

We also cannot wait to address the need to provide housing which is affordable for Hawaii's families; thus, over \$100 million has been included in the Executive Supplemental Budget Request to support such efforts.

The proposed FY 17 requests support the following priority areas (G.O. bond funds unless otherwise noted):

#### Education

- \$30 million for heat abatement improvements at public schools, statewide.
- \$16.1 million to address enrollment capacity issues at public schools, statewide.
- \$10.1 million for R&M to improve the condition of public schools, statewide.
- \$13.1 million for public school equity projects, including high school science facility upgrades and special education renovations, statewide.
- \$10.6 million for program support at public schools, including libraries, cafeterias, and administration renovations, statewide.
- \$35 million for a new classroom building at Campbell High School, necessary due to high enrollment.
- \$125.4 million reauthorization to support prior year encumbered appropriations from SEFI Special Fund.
- \$1.5 million for health and safety projects at public libraries, statewide.
- \$2.5 million for design of Snyder Hall renovation project at UH Manoa.
- \$10 million for improvements, which may include modernization, to UH Community College campuses, statewide.

- \$60 million for capital renewal and deferred maintenance projects at UH campuses, statewide.

#### Effective, Efficient, and Open Government

- \$14.3 million in general funds to convert G.O. bond funded CIP project funded staff cost appropriations for the DAGS; Hawaii Community Development Authority (HCDA); DOE; HPHA and DLNR to a more appropriate means of financing. We note that HCDA has a FY 16 G.O. bond funded staff cost appropriation but does not have one for FY 17; thus, the request is not a conversion of a current G.O. bond fund appropriation. Also, appropriation amounts have been adjusted to delete fringe benefit costs and reflect current salaries, if available.
- \$15 million for the government financial system which would replace FAMIS, Datamart and the Payroll system for statewide use.

#### Housing

- \$15 million for construction of mixed-use affordable rental housing, juvenile services and shelter center at 902 Alder Street, Oahu.
- \$25 million for the Dwelling Unit Revolving Fund.
- \$75 million for the Rental Housing Revolving Fund.
- \$31 million for public housing improvements and renovations, including expedited repair of vacant units, statewide.

#### Health

- \$6.5 million for Kona Community Hospital for ceiling mitigation and expansion of the wastewater treatment facility.

- \$160.5 million for a patient care facility at the Hawaii State Hospital, Oahu, to replace the Forensics building.
- \$6.8 million for improvements to the Hilo Counseling Center and Keawe Health Center, Hawaii.
- \$6.5 million for improvements to Waimano Ridge buildings and site, Oahu.

### Economy

- \$5.2 million in reimbursable G.O. bond funds for improvements and upgrades to the seawater system at the Natural Energy Lab of Hawaii Authority, Hawaii.
- \$6 million for the completion of the Kalaeloa energy corridor, Oahu.
- \$50 million for a permanent Federal Inspection Station (Customs) at Kona International Airport at Keahole, Hawaii.
- \$350 million in revenue bond funds, \$50 million in other federal funds, and \$2,000 in private funds for improvements at Kapalama Military Reservation, Oahu, as part of the Department of Transportation's Harbors Modernization Program.
- \$62 million in revenue bond funds for Elliott Street support facilities at Honolulu International Airport, Oahu.
- \$47 million in revenue bond funds for new mauka concourse improvements at Honolulu International Airport, Oahu.
- \$20 million in revenue bond funds for ticket lobby improvements at Honolulu International Airport, Oahu.

### Energy

- \$1 million for retro-commissioning at public libraries, statewide.

### Agriculture

- \$8.2 million in G.O. bond funds and \$1 million in federal funds for irrigation system projects, including improvements to Molokai, Waimanalo, and Waimea irrigation systems.
- \$2 million in G.O. bond funds and \$2 million in federal funds for the lower Hamakua Ditch watershed.

### Environment

- \$8 million for dredging of the Ala Wai Canal, Oahu
- \$2 million for the acquisition of 1,735 acres of land for the Hilo Forest Reserve, Hawaii.

### Native Hawaiians

- \$9 million for Papakolea sewer system improvements for the Hawaiian Home Lands on Oahu.
- \$2.5 million for remediation improvements to Hawaiian Home Lands' dams and reservoirs on Kauai.
- \$2 million for mitigation and removal of unexploded ordinances on existing Hawaiian Home Lands lots on the island of Hawaii.

### Traffic

- \$4 million in revenue bond funds and \$16 million in federal funds for airport viaduct improvements for Interstate Route H-1, Oahu.

- \$5.8 million in revenue bond funds and \$23.2 million in federal funds for Hana Highway widening from Kaahumanu Avenue to Haleakala Highway, Maui.

### Public Safety

The Administration finds that there are significant capital improvement needs in the area of public safety, which have long been neglected.

- \$45 million (\$15 million each) to construct housing and associated support spaces at Kauai Community Correctional Center (KCCC), Hawaii Community Correctional Center (HCCC), and Maui Community Correctional Center (MCCC).
- \$39.5 million for maintenance, repairs, and related projects at Waiawa Correctional Facility (\$4.5 million), OCCC (\$6.5 million), Women's Community Correctional Center (\$8.5 million), KCCC (\$7 million), MCCC (\$3.5 million), HCCC (\$9.5 million).

### **COLLABORATION AND INTEGRITY**

Many years of fiscal uncertainty have depleted essential State programs. These programs are resilient but need our support to rebuild if we are to continue providing vital services for our residents. And we can no longer put off funding important programs that have long been passed over.

The Administration will continue to work to improve government efficiency and transparency. While resources are available, we must take steps to strengthen the State's fiscal foundation by increasing our OPEB payments, increasing our reserves and broadening our economic base.

Our core values – doing the right thing, the right way, for the right reasons – will guide us in these efforts. We will work collaboratively with the community and our employees to find the best solutions. Integrity will be the hallmark of our actions.

Our work must be in the best interest of the public and our government must be worthy of the public's trust. These core values will guide us every day, through all that we do. We look to the future, excited about its potential.

Sincerely,



DAVID Y. IGE  
Governor of Hawaii

## APPENDIX TO THE GOVERNOR'S MESSAGE

### A. THE FY 17 EXECUTIVE SUPPLEMENTAL BUDGET RECOMMENDATIONS

#### THE OPERATING BUDGET

##### General Funds

For **FY 16**, there are no proposed general fund adjustments to the operating budget. The current general fund appropriation level is \$6.6 billion.

For **FY 17**, total proposed general fund adjustments to the operating budget amount to a net increase of \$297.6 million, or 4.4% more than the current appropriation level of \$6.8 billion.

##### All Means of Financing

For **FY 16**, there are no proposed adjustments to the operating budget. The current appropriation level for all means of financing (MOF) is \$12.9 billion.

For **FY 17**, total proposed adjustments to the operating budget amount to a net increase of \$433.1 million, or 3.3% more than the current appropriation level of \$13.3 billion for all MOF.

Breakdowns by MOF are as follows:

Means of Financing	FY 16 Act 119/2015 Appropriation (\$)	FY 16 Proposed Adjustment (\$)	FY 16 Recommended Appropriation (\$)
General Funds	6,584,744,854	.....	6,584,744,854
Special Funds	3,052,155,064	.....	3,052,155,064
Federal Funds	2,354,297,462	.....	2,354,297,462
Other Federal Funds	191,674,013	.....	191,674,013
Private Contributions	433,067	.....	433,067
County Funds	209,721	.....	209,721
Trust Funds	142,040,426	.....	142,040,426
Interdept. Transfers	87,333,736	.....	87,333,736
Revolving Funds	448,516,011	.....	448,516,011
Other Funds	<u>13,014,314</u>	<u>.....</u>	<u>13,014,314</u>
Total	12,874,418,668	.....	12,874,418,668

Means of Financing	FY 17 Act 119/2015 Appropriation (\$)	FY 17 Proposed Adjustment (\$)	FY 17 Recommended Appropriation (\$)
General Funds	6,834,254,853	297,593,774	7,131,848,627
Special Funds	3,141,781,448	(345,971,976)	2,795,809,472
Federal Funds	2,440,479,609	55,357,238	2,495,836,847
Other Federal Funds	186,001,628	18,321,430	204,323,058
Private Contributions	433,067	.....	433,067
County Funds	209,721	.....	209,721
Trust Funds	145,983,446	386,589,298	532,572,744
Interdept. Transfers	87,320,264	4,256,790	91,577,054
Revolving Funds	446,565,221	10,020,453	456,585,674
Other Funds	<u>13,468,249</u>	<u>6,950,000</u>	<u>20,418,249</u>
Total	13,296,497,506	433,117,007	13,729,614,513

The distribution by department and the significant changes in the Operating Supplemental Budget by department are presented in the sections that follow.

## THE CAPITAL IMPROVEMENT (CIP) BUDGET

### General Funds

For **FY 16**, there are no proposed CIP adjustments for general funds and no current general fund appropriation level.

For **FY 17**, total proposed CIP adjustments amount to a net increase of \$14.3 million in general funds, increasing the current general fund appropriation level from \$0 to \$14.3 million.

### General Obligation Bond Funds

For **FY 16**, there are no proposed CIP adjustments for general obligation (G.O.) bond funds. The current G.O. bond appropriation level is \$640.6 million.

For **FY 17**, total proposed CIP adjustments amount to a net increase of \$891.8 million in G.O. bond funds (includes \$6.2 million in G.O. reimbursable bond funds), increasing the current G.O. bond appropriation level from \$188.5 million to \$1.1 billion.

### All Means of Financing

For **FY 16**, total proposed CIP adjustments amount to a net decrease of \$20.9 million, or 1%, decreasing the current appropriation level to \$1.6 billion.

For **FY 17**, total proposed CIP adjustments amount to a net increase of \$1.8 billion, or 230%, increasing the current appropriation level to \$2.5 billion.

Breakdowns by MOF are as follows:

Means of Financing	FY 16 Act 119/2015 Appropriation (\$)	FY 16 Proposed Adjustment (\$)	FY 16 Recommended Appropriation (\$)
General Funds	.....	.....	.....
Special Funds	123,686,000	(925,000)	122,761,000
G.O. Bonds	640,617,000	.....	640,617,000
G.O. Reimbursable	.....	.....	.....
Revenue Bonds	668,016,000	(20,000,000)	648,016,000
Federal Funds	193,937,000	.....	193,937,000
Other Federal Funds	.....	.....	.....
Private Contributions	.....	.....	.....
County Funds	2,000,000	.....	2,000,000
Trust Funds	.....	.....	.....
Interdept. Transfers	.....	.....	.....
Federal Stimulus Funds	.....	.....	.....
Revolving Funds	.....	.....	.....
Other Funds	125,000	.....	125,000
Total	1,628,381,000	(20,925,000)	1,607,456,000
Means of Financing	FY 17 Act 119/2015 Appropriation (\$)	FY 17 Proposed Adjustment (\$)	FY 17 Recommended Appropriation (\$)
General Funds	.....	14,336,000	14,336,000
Special Funds	35,200,000	68,250,000	103,450,000
G.O. Bonds	188,504,000	885,645,000	1,074,149,000
G.O. Reimbursable	.....	6,200,000	6,200,000
Revenue Bonds	273,074,000	673,360,000	946,434,000
Federal Funds	265,321,000	58,329,000	323,650,000
Other Federal Funds	.....	51,910,000	51,910,000
Private Contributions	1,750,000	4,759,000	6,509,000
County Funds	.....	5,000,000	5,000,000
Trust Funds	3,000,000	.....	3,000,000
Interdept. Transfers	.....	.....	.....
Federal Stimulus Funds	.....	.....	.....
Revolving Funds	.....	.....	.....
Other Funds	125,000	.....	125,000
Total	766,974,000	1,767,789,000	2,534,763,000

The distribution by department and the highlights of the CIP program by department are presented in the sections that follow.

## **B. THE GENERAL FUND EXPENDITURE CEILING**

By law, general fund appropriations must comply with the expenditure ceiling requirements that are set forth in Section 9 of Article VII of the State Constitution and Section 37-92 of the Hawaii Revised Statutes.

At the aggregate level that includes all branches of government, the total proposed appropriations from the general fund are within the expenditure ceilings for both FY 16 and FY 17.

For the Executive Branch, including appropriations made up to and including the regular session of 2015, the Executive Branch appropriation ceiling has already been exceeded for FY 16 by \$57,056,901 or 0.9%, and for FY 17 by \$14,892,787 or 0.2%. Total proposed appropriation measures from the general fund to be submitted to the Legislature during the regular session of 2016 will result in the appropriation ceiling for the Executive Branch to be exceeded in FY 16 by an additional \$21,289,815 or 0.3% and in FY 17 by an additional \$536,076,489 or 7.7%. The reasons for this excess are the substantial costs of social assistance entitlements, support for public education, fringe benefits and other critical requirements.

## **C. TAX REFUND OR CREDIT AND DEPOSIT TO THE EMERGENCY AND BUDGET RESERVE FUND**

Article VII, Section 6 of the Hawaii State Constitution, requires that whenever the State general fund balance at the close of each of two successive fiscal years exceeds 5% of general fund revenues for each of the two fiscal years, the Legislature must provide for a tax refund or tax

credit to the taxpayers of the State or make a deposit into one or more emergency funds, as provided by law. Section 328L-3, HRS, provides that whenever general fund revenues for each of two successive fiscal years exceeds revenues for each of the preceding fiscal years by 5%, 5% of the general fund balance shall be deposited into the Emergency and Budget Reserve Fund (EBRF).

For FYs 14 and 15, general fund balances were greater than 5% of general fund revenues. FY 14 general fund revenues were less than 5% of the previous year's revenues and FY 15 general fund revenues were greater than 5% of the previous year's revenues. Accordingly, the 2016 Legislature must provide for a tax refund or tax credit but need not make a deposit into the EBRF.

## **D. THE DEBT LIMIT**

Section 13 of Article VII of the State Constitution places a debt limit on G.O. bonds that may be issued by the State. It has been determined that the total amount of principal and interest calculated on: a) all bonds issued and outstanding; b) all bonds authorized and unissued; and c) all bonds proposed in the Executive Supplemental Budget (including State guaranties) will not cause the debt limit to be exceeded at the time of each bond issuance.

**BUDGET IN BRIEF**  
**The FY 2017 Executive Supplemental Budget**

**Table of Contents**

	Page
<b>Governor's Message</b>	i - xv
<b>The Operating and Capital Investment Budget - Statewide Summaries</b>	1 - 26
<b>The Operating and Capital Budget - Department Summaries and Highlights</b>	
Plan of Organization	29
Department of Accounting and General Services	30 - 33
Department of Agriculture	34 - 37
Department of the Attorney General	38 - 41
Department of Budget and Finance	42 - 45
Department of Business, Economic Development, and Tourism	46 - 49
Department of Commerce and Consumer Affairs	50 - 53
Department of Defense	54 - 57
Department of Education	58 - 65
Office of the Governor	66 - 69
Department of Hawaiian Home Lands	70 - 73
Department of Health	74 - 83
Department of Human Resources Development	84 - 87
Department of Human Services	88 - 93
Department of Labor and Industrial Relations	94 - 97
Department of Land and Natural Resources	98 - 101
Office of the Lieutenant Governor	102 - 105
Department of Public Safety	106 - 111
Department of Taxation	112 - 115
Department of Transportation	116 - 121
University of Hawaii	122 - 126
<b>Historical Information</b>	127 - 138



---

## **The Operating and Capital Budget - Statewide Summaries**

4.

**MULTI-YEAR FINANCIAL SUMMARY**  
**GENERAL FUND**  
**FISCAL YEARS 15 - 21**  
(in millions of dollars)

	<b>Actual*</b> <b><u>FY 15</u></b>	<b>Estimated</b> <b><u>FY 16</u></b>	<b>Estimated</b> <b><u>FY 17</u></b>	<b>Estimated</b> <b><u>FY 18</u></b>	<b>Estimated</b> <b><u>FY 19</u></b>	<b>Estimated</b> <b><u>FY 20</u></b>	<b>Estimated</b> <b><u>FY 21</u></b>
<b>REVENUES:</b>							
Executive Branch:							
Tax revenues	5,734.5	6,079.2	6,413.6	6,766.4	7,104.7	7,424.4	7,758.5
Nontax revenues	807.4	644.3	672.5	691.9	710.4	729.7	750.1
Judicial Branch revenues	34.8	35.4	36.0	36.6	37.4	38.1	38.8
Other revenues	-	40.0	76.3	73.3	73.3	60.3	47.3
<b>TOTAL REVENUES</b>	<b>6,576.7</b>	<b>6,798.9</b>	<b>7,198.4</b>	<b>7,568.2</b>	<b>7,925.8</b>	<b>8,252.5</b>	<b>8,594.7</b>
<b>EXPENDITURES</b>							
Executive Branch:							
Operating	6,189.2	6,545.8	7,131.8	7,309.4	7,524.5	7,688.2	7,813.3
CIP	-	-	14.3	14.3	14.3	14.3	14.3
Specific appropriations/CB	260.9	170.2	346.6	127.0	127.0	152.4	152.4
Other expenditures/adjustments	-	25.6	66.6	69.0	69.0	69.0	69.0
<b>Sub-total - Exec Branch</b>	<b>6,450.1</b>	<b>6,741.6</b>	<b>7,559.4</b>	<b>7,519.7</b>	<b>7,734.8</b>	<b>7,924.0</b>	<b>8,049.1</b>
Legislative Branch	37.7	38.8	39.3	39.3	39.3	39.3	39.3
Judicial Branch	154.9	158.2	164.5	164.5	164.5	164.5	164.5
OHA	2.7	3.2	3.2	3.2	3.2	3.2	3.2
Counties	-	0.4	0.4	0.4	0.4	0.4	0.4
Lapses	(231.9)	(80.0)	(80.0)	(80.0)	(80.0)	(80.0)	(80.0)
<b>TOTAL EXPENDITURES</b>	<b>6,413.4</b>	<b>6,862.3</b>	<b>7,686.8</b>	<b>7,647.2</b>	<b>7,862.3</b>	<b>8,051.4</b>	<b>8,176.5</b>
<b>REV. OVER (UNDER) EXPEND.</b>	<b>163.3</b>	<b>(63.4)</b>	<b>(488.4)</b>	<b>(78.9)</b>	<b>63.5</b>	<b>201.1</b>	<b>418.2</b>
<b>CARRY-OVER BALANCE (DEFICIT)</b>							
Beginning	664.8	828.1	764.8	276.3	197.4	260.9	462.0
Ending	828.1	764.8	276.3	197.4	260.9	462.0	880.2
Ending fund balance as % of revenues	12.59%	11.25%	3.84%	2.61%	3.29%	5.60%	10.24%
<i>EBRF (add'l \$10M FY 16, \$100M FY 17)</i>	90.2	108.0	215.9	221.9	228.0	234.0	240.1
<i>Hawaii Hurricane Relief Fund</i>	182.4	182.4	182.4	182.4	182.4	182.4	182.4
<b>Total - Reserves</b>	<b>272.6</b>	<b>290.5</b>	<b>398.3</b>	<b>404.4</b>	<b>410.4</b>	<b>416.5</b>	<b>422.5</b>
<i>Reserves fund balances as % of revenues</i>	<i>4.15%</i>	<i>4.27%</i>	<i>5.53%</i>	<i>5.34%</i>	<i>5.18%</i>	<i>5.05%</i>	<i>4.92%</i>

\* unaudited

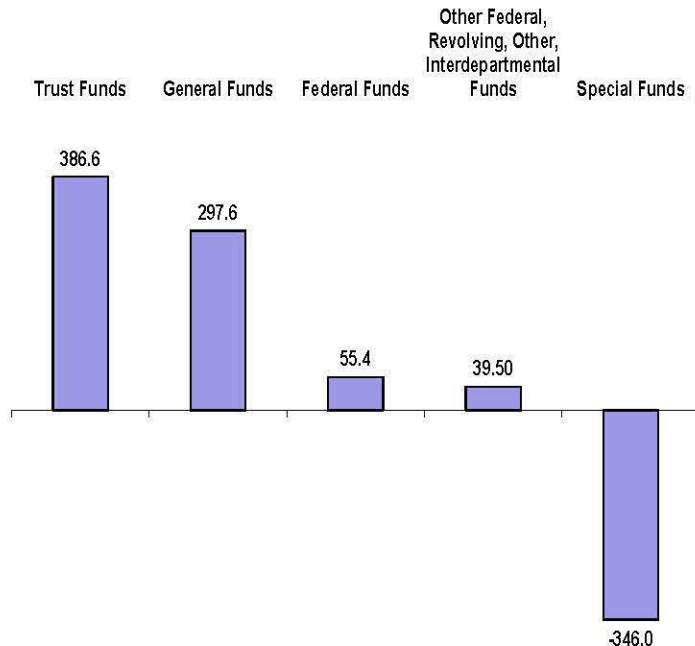
Note: Due to rounding, details may not add to totals

**FY 17 Supplemental Operating Budget  
Statewide Totals by Means of Financing**

		Act 119/2015 FY 2016	% of Total	Act 119/2015 FY 2017	% of Total	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	% of Total	Total FY 2017	% of Total
	perm	34,870.69		34,876.19		-	291.09	34,870.69		35,167.28	
	temp	2,944.96		2,942.96		-	(23.50)	2,944.96		2,919.46	
General Funds	\$	6,584,744,854	51.1%	6,834,254,853	51.4%	-	297,593,774	6,584,744,854	51.1%	7,131,848,627	51.9%
	perm	7,751.68		7,751.68		-	72.50	7,751.68		7,824.18	
	temp	213.75		213.75		-	(4.51)	213.75		209.24	
Special Funds	\$	3,052,155,064	23.7%	3,141,781,448	23.6%	-	(345,971,976)	3,052,155,064	23.7%	2,795,809,472	20.4%
	perm	1,862.72		1,862.72		-	(59.13)	1,862.72		1,803.59	
	temp	497.71		501.71		-	(130.39)	497.71		371.32	
Federal Funds	\$	2,354,297,462	18.3%	2,440,479,609	18.4%	-	55,357,238	2,354,297,462	18.3%	2,495,836,847	18.2%
	perm	414.35		414.35		-	0.29	414.35		414.64	
	temp	341.84		334.34		-	(8.15)	341.84		326.19	
Other Federal Funds	\$	191,674,013	1.5%	186,001,628	1.4%	-	18,321,430	191,674,013	1.5%	204,323,058	1.5%
	perm	-		-		-	-	-		-	
	temp	-		-		-	-	-		-	
Private Contributions	\$	433,067	0.0%	433,067	0.0%	-	-	433,067	0.0%	433,067	0.0%
	perm	-		-		-	-	-		-	
	temp	3.00		3.00		-	-	3.00		3.00	
County Funds	\$	209,721	0.0%	209,721	0.0%	-	-	209,721	0.0%	209,721	0.0%
	perm	159.00		159.00		-	9.50	159.00		168.50	
	temp	14.50		14.50		-	4.50	14.50		19.00	
Trust Funds	\$	142,040,426	1.1%	145,983,446	1.1%	-	386,589,298	142,040,426	1.1%	532,572,744	3.9%
	perm	204.86		204.86		-	13.00	204.86		217.86	
	temp	64.50		64.50		-	-	64.50		64.50	
Interdepartmental Transfers	\$	87,333,736	0.7%	87,320,264	0.7%	-	4,256,790	87,333,736	0.7%	91,577,054	0.7%
	perm	283.85		283.85		-	68.80	283.85		352.65	
	temp	134.50		134.50		-	3.00	134.50		137.50	
Revolving Funds	\$	448,516,011	3.5%	446,565,221	3.4%	-	10,020,453	448,516,011	3.5%	456,585,674	3.3%
	perm	105.00		105.00		-	1.00	105.00		106.00	
	temp	1.00		1.00		-	(1.00)	1.00		-	
Other Funds	\$	13,014,314	0.1%	13,468,249	0.1%	-	6,950,000	13,014,314	0.1%	20,418,249	0.1%
	perm	45,652.15		45,657.65		-	397.05	45,652.15		46,054.70	
	temp	4,215.76		4,210.26		-	(160.05)	4,215.76		4,050.21	
TOTAL REQUIREMENTS	\$	12,874,418,668	100.0%	13,296,497,506	100.0%	-	433,117,007	12,874,418,668	100.0%	13,729,614,513	100.0%

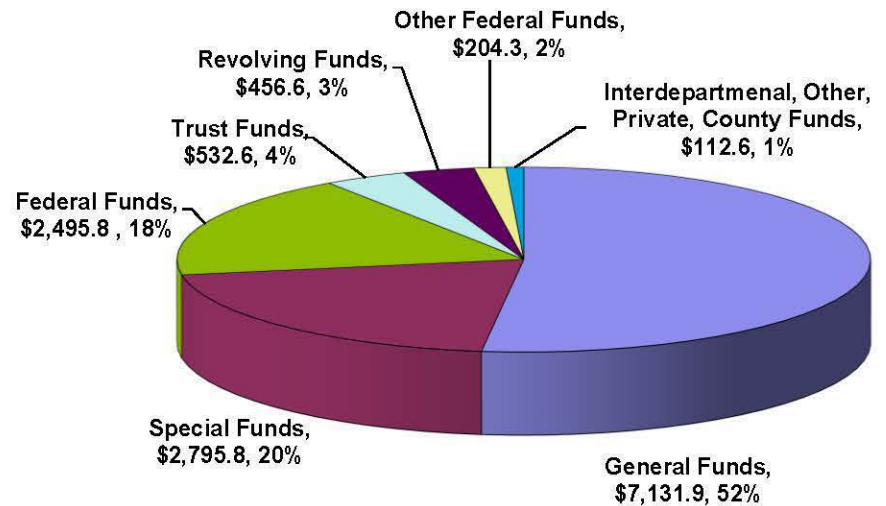
# FY 17 Supplemental Operating Budget Statewide Totals by Means of Financing

**FY 2017  
Supplemental Budget  
Adjustments**



**Total \$433.1 M**

**FY 2017  
Supplemental Budget**



**Total \$13.7 B**

**FY 17 Supplemental Operating Budget  
Statewide Totals By Department - All Funds**

		Act 119/2015 FY 2016	% of Total	Act 119/2015 FY 2017	% of Total	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	% of Total	Total FY 2017	% of Total
	perm	711.50		711.50		-	58.00	711.50		769.50	
	temp	18.44		18.44		-	2.50	18.44		20.94	
Accounting and General Services	\$	216,382,628	1.7%	226,587,107	1.7%	-	6,963,753	216,382,628	1.7%	233,550,860	1.7%
	perm	331.00		331.00		-	11.00	331.00		342.00	
	temp	38.25		38.25		-	(5.00)	38.25		33.25	
Agriculture	\$	49,641,767	0.4%	49,094,209	0.4%	-	561,463	49,641,767	0.4%	49,655,672	0.4%
	perm	664.78		664.78		-	5.00	664.78		669.78	
	temp	74.47		74.47		-	2.00	74.47		76.47	
Attorney General	\$	80,577,375	0.6%	81,250,993	0.6%	-	13,766,182	80,577,375	0.6%	95,017,175	0.7%
	perm	147.00		147.00		-	1.00	147.00		148.00	
	temp	156.00		156.00		-	1.95	156.00		157.95	
Business, Econ. Dev. & Tourism	\$	355,671,599	2.8%	354,839,874	2.7%	-	(3,534,280)	355,671,599	2.8%	351,305,594	2.6%
	perm	309.50		309.50		-	8.00	309.50		317.50	
	temp	63.00		63.00		-	(1.00)	63.00		62.00	
Budget and Finance	\$	2,316,583,663	18.0%	2,554,011,932	19.2%	-	147,737,212	2,316,583,663	18.0%	2,701,749,144	19.7%
	perm	490.00		490.00		-	2.00	490.00		492.00	
	temp	39.00		39.00		-	(2.00)	39.00		37.00	
Commerce and Consumer Affairs	\$	78,193,107	0.6%	77,079,103	0.6%	-	1,669,991	78,193,107	0.6%	78,749,094	0.6%
	perm	249.25		249.25		-	6.00	249.25		255.25	
	temp	204.00		204.00		-	3.00	204.00		207.00	
Defense	\$	116,274,822	0.9%	114,143,939	0.9%	-	2,426,897	116,274,822	0.9%	116,570,836	0.8%
	perm	20,063.75		20,063.75		-	-	20,063.75		20,063.75	
	temp	2,169.05		2,169.05		-	1.00	2,169.05		2,170.05	
Education	\$	1,903,063,554	14.8%	1,905,484,466	14.3%	-	45,684,776	1,903,063,554	14.8%	1,951,169,242	14.2%
	perm	18.00		18.00		-	-	18.00		18.00	
	temp	-		-		-	-	-		-	
Charter Schools	\$	81,397,412	0.6%	81,375,306	0.6%	-	(2,610,602)	81,397,412	0.6%	78,764,704	0.6%
	perm	549.50		555.00		-	8.50	549.50		563.50	
	temp	1.00		1.00		-	-	1.00		1.00	
Public Libraries	\$	37,425,189	0.3%	37,705,572	0.3%	-	1,271,454	37,425,189	0.3%	38,977,026	0.3%
	perm	24.00		24.00		-	-	24.00		24.00	
	temp	28.00		26.00		-	-	28.00		26.00	
Governor	\$	4,060,494	0.0%	3,608,053	0.0%	-	267,626	4,060,494	0.0%	3,875,679	0.0%
	perm	200.00		200.00		-	-	200.00		200.00	
	temp	11.00		11.00		-	-	11.00		11.00	
Hawaiian Home Lands	\$	57,504,167	0.4%	57,768,277	0.4%	-	(13,580,101)	57,504,167	0.4%	44,188,176	0.3%
	perm	2,624.12		2,624.12		-	27.00	2,624.12		2,651.12	
	temp	598.30		595.80		-	(4.50)	598.30		591.30	
Health	\$	987,368,108	7.7%	1,000,911,918	7.5%	-	24,371,115	987,368,108	7.7%	1,025,283,033	7.5%
	perm	2,835.25		2,835.25		-	-	2,835.25		2,835.25	
	temp	-		-		-	-	-		-	
Health - HHSC	\$	664,076,816	5.2%	649,019,754	4.9%	-	-	664,076,816	5.2%	649,019,754	4.7%
	perm	98.00		98.00		-	-	98.00		98.00	
	temp	-		-		-	-	-		-	
Human Resources Development	\$	21,834,643	0.2%	22,043,991	0.2%	-	553,262	21,834,643	0.2%	22,597,253	0.2%

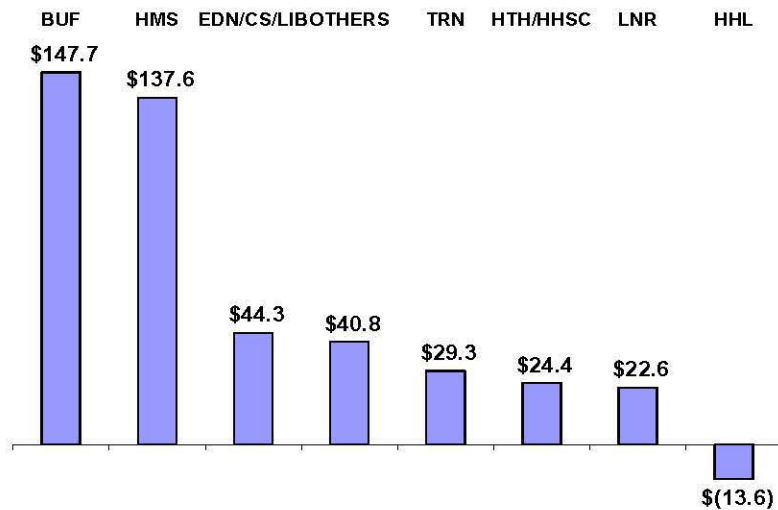
**FY 17 Supplemental Operating Budget  
Statewide Totals By Department - All Funds**

	Act 119/2015 FY 2016	% of Total	Act 119/2015 FY 2017	% of Total	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	% of Total	Total FY 2017	% of Total
	perm 2,241.25		2,241.25		-	90.50	2,241.25		2,331.75	
	temp 143.00		143.00		-	(8.00)	143.00		135.00	
Human Services	\$ 3,032,298,609	23.6%	3,128,808,574	23.5%	-	137,560,491	3,032,298,609	23.6%	3,266,369,065	23.8%
	perm 669.50		669.50		-	(39.95)	669.50		629.55	
	temp 186.00		186.00		-	(99.50)	186.00		86.50	
Labor and Industrial Relations	\$ 468,116,854	3.6%	466,890,278	3.5%	-	2,970,124	468,116,854	3.6%	469,860,402	3.4%
	perm 788.50		788.50		-	43.00	788.50		831.50	
	temp 129.00		128.00		-	(32.00)	129.00		96.00	
Land and Natural Resources	\$ 123,514,584	1.0%	115,719,483	0.9%	-	22,565,742	123,514,584	1.0%	138,285,225	1.0%
	perm 9.00		9.00		-	(6.00)	9.00		3.00	
	temp 13.50		13.50		-	(2.50)	13.50		11.00	
Lieutenant Governor	\$ 1,596,179	0.0%	1,626,296	0.0%	-	(572,484)	1,596,179	0.0%	1,053,812	0.0%
	perm 2,709.10		2,709.10		-	23.00	2,709.10		2,732.10	
	temp 51.00		51.00		-	(5.00)	51.00		46.00	
Public Safety	\$ 265,482,731	2.1%	269,663,561	2.0%	-	6,420,295	265,482,731	2.1%	276,083,856	2.0%
	perm -		-		-	-	-		-	
	temp -		-		-	-	-		-	
Subsidies	\$ -	0.0%	-	0.0%	-	-	-	0.0%	-	0.0%
	perm 384.00		384.00		-	32.00	384.00		416.00	
	temp 150.00		150.00		-	(15.00)	150.00		135.00	
Taxation	\$ 29,686,027	0.2%	29,890,893	0.2%	-	(528,223)	29,686,027	0.2%	29,362,670	0.2%
	perm 2,243.50		2,243.50		-	69.00	2,243.50		2,312.50	
	temp 11.00		11.00		-	-	11.00		11.00	
Transportation	\$ 866,699,537	6.7%	951,203,137	7.2%	-	29,344,294	866,699,537	6.7%	980,547,431	7.1%
	perm 7,291.65		7,291.65		-	59.00	7,291.65		7,350.65	
	temp 131.75		131.75		-	4.00	131.75		135.75	
University of Hawaii	\$ 1,116,968,803	8.7%	1,117,770,790	8.4%	-	9,808,020	1,116,968,803	8.7%	1,127,578,810	8.2%
	perm 45,652.15		45,657.65		-	397.05	45,652.15		46,054.70	
	temp 4,215.76		4,210.26		-	(160.05)	4,215.76		4,050.21	
TOTAL REQUIREMENTS	\$ 12,874,418,668	100.0%	13,296,497,506	100.0%	-	433,117,007	12,874,418,668	100.0%	13,729,614,513	100.0%

This page is intentionally left blank

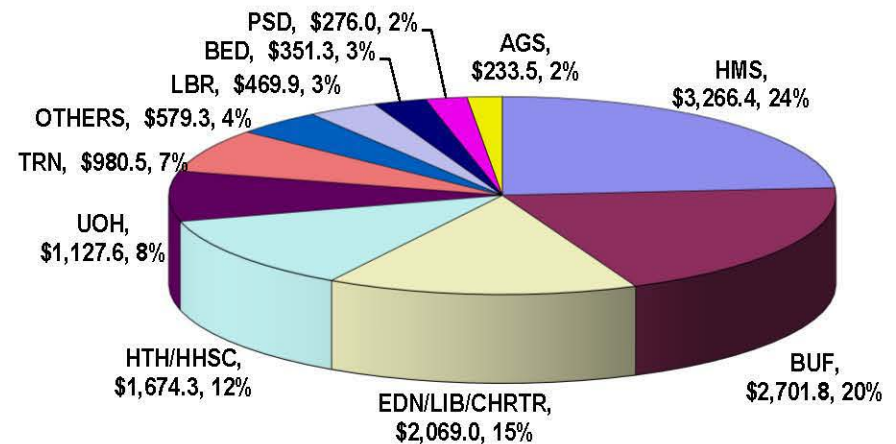
# FY 17 Supplemental Operating Budget Statewide Totals by Department - All Funds

## FY 2017 Supplemental Budget Adjustments



**Total \$433.1 M**

## FY 2017 Supplemental Budget



**Total \$13.7 B**

**FY 17 Supplemental Operating Budget  
Statewide Totals By Department - General Funds**

		Act 119/2015 FY 2016	% of Total	Act 119/2015 FY 2017	% of Total	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	% of Total	Total FY 2017	% of Total
	perm	553.00		553.00		-	50.00	553.00		603.00	
	temp	11.44		11.44		-	2.50	11.44		13.94	
Accounting and General Services	\$	103,171,174	1.6%	102,892,730	1.5%	-	5,394,894	103,171,174	1.6%	108,287,624	1.5%
	perm	182.68		182.68		-	9.00	182.68		191.68	
	temp	8.00		8.00		-	(8.00)	8.00		-	
Agriculture	\$	14,419,365	0.2%	14,224,871	0.2%	-	85,118	14,419,365	0.2%	14,309,989	0.2%
	perm	348.61		348.61		-	(2.66)	348.61		345.95	
	temp	25.71		25.71		-	0.70	25.71		26.41	
Attorney General	\$	29,038,673	0.4%	29,068,590	0.4%	-	2,128,300	29,038,673	0.4%	31,196,890	0.4%
	perm	79.50		79.50		-	1.00	79.50		80.50	
	temp	5.75		5.75		-	4.46	5.75		10.21	
Business, Econ. Dev. & Tourism	\$	10,054,705	0.2%	9,513,536	0.1%	-	6,134,165	10,054,705	0.2%	15,647,701	0.2%
	perm	137.75		137.75		-	7.00	137.75		144.75	
	temp	62.00		62.00		-	-	62.00		62.00	
Budget and Finance	\$	2,283,242,313	34.7%	2,518,245,209	36.8%	-	136,287,212	2,283,242,313	34.7%	2,654,532,421	37.2%
	perm	-		-		-	-	-		-	
	temp	-		-		-	-	-		-	
Commerce and Consumer Affairs	\$	-	0.0%	-	0.0%	-	-	-	0.0%	-	0.0%
	perm	145.60		145.60		-	6.00	145.60		151.60	
	temp	61.00		61.00		-	7.75	61.00		68.75	
Defense	\$	17,527,452	0.3%	16,548,854	0.2%	-	3,610,068	17,527,452	0.3%	20,158,922	0.3%
	perm	19,313.25		19,313.25		-	-	19,313.25		19,313.25	
	temp	2,009.55		2,009.55		-	1.00	2,009.55		2,010.55	
Education	\$	1,530,655,758	23.2%	1,536,073,019	22.5%	-	45,684,776	1,530,655,758	23.2%	1,581,757,795	22.2%
	perm	16.12		16.12		-	-	16.12		16.12	
	temp	-		-		-	-	-		-	
Charter Schools	\$	79,392,862	1.2%	79,370,756	1.2%	-	(2,610,602)	79,392,862	1.2%	76,760,154	1.1%
	perm	549.50		555.00		-	8.50	549.50		563.50	
	temp	1.00		1.00		-	-	1.00		1.00	
Public Libraries	\$	32,559,945	0.5%	32,840,328	0.5%	-	771,454	32,559,945	0.5%	33,611,782	0.5%
	perm	24.00		24.00		-	-	24.00		24.00	
	temp	25.50		23.50		-	2.50	25.50		26.00	
Governor	\$	3,749,146	0.1%	3,296,705	0.0%	-	578,974	3,749,146	0.1%	3,875,679	0.1%
	perm	-		-		-	-	-		-	
	temp	-		-		-	-	-		-	
Hawaiian Home Lands	\$	9,632,000	0.1%	9,632,000	0.1%	-	-	9,632,000	0.1%	9,632,000	0.1%
	perm	97.00		97.00		-	-	97.00		97.00	
	temp	-		-		-	-	-		-	
Human Resources Development	\$	16,073,362	0.2%	16,282,710	0.2%	-	553,262	16,073,362	0.2%	16,835,972	0.2%

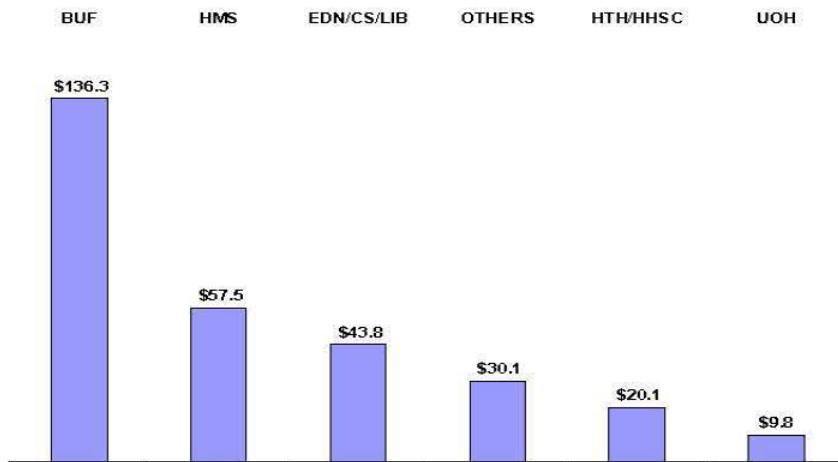
**FY 17 Supplemental Operating Budget  
Statewide Totals By Department - General Funds**

		Act 119/2015 FY 2016	% of Total	Act 119/2015 FY 2017	% of Total	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	% of Total	Total FY 2017	% of Total
	perm	1,129.57		1,129.57		-	34.90	1,129.57		1,164.47	
	temp	21.59		21.59		-	7.34	21.59		28.93	
Human Services	\$	1,165,722,528	17.7%	1,190,956,111	17.4%	-	57,461,500	1,165,722,528	17.7%	1,248,417,611	17.5%
	perm	2,105.56		2,105.56		-	30.60	2,105.56		2,136.16	
	temp	349.30		349.30		-	(5.00)	349.30		344.30	
Health	\$	431,853,165	6.6%	436,199,335	6.4%	-	20,118,160	431,853,165	6.6%	456,317,495	6.4%
	perm	-		-		-	-	-		-	
	temp	-		-		-	-	-		-	
Health - HHSC	\$	107,440,000	1.6%	86,440,000	1.3%	-	-	107,440,000	1.6%	86,440,000	1.2%
	perm	181.11		181.11		-	8.00	181.11		189.11	
	temp	11.12		11.12		-	3.00	11.12		14.12	
Labor and Industrial Relations	\$	17,765,118	0.3%	15,595,572	0.2%	-	382,019	17,765,118	0.3%	15,977,591	0.2%
	perm	426.25		426.25		-	30.75	426.25		457.00	
	temp	72.25		72.25		-	(20.25)	72.25		52.00	
Land and Natural Resources	\$	31,408,520	0.5%	30,954,874	0.5%	-	6,186,866	31,408,520	0.5%	37,141,740	0.5%
	perm	9.00		9.00		-	(6.00)	9.00		3.00	
	temp	13.50		13.50		-	(2.50)	13.50		11.00	
Lieutenant Governor	\$	1,596,179	0.0%	1,626,296	0.0%	-	(572,484)	1,596,179	0.0%	1,053,812	0.0%
	perm	2,632.10		2,632.10		-	23.00	2,632.10		2,655.10	
	temp	5.00		5.00		-	(5.00)	5.00		-	
Public Safety	\$	243,244,983	3.7%	247,378,230	3.6%	-	6,120,295	243,244,983	3.7%	253,498,525	3.6%
	perm	-		-		-	-	-		-	
	temp	-		-		-	-	-		-	
Subsidies	\$	-	0.0%	-	0.0%	-	-	-	0.0%	-	0.0%
	perm	384.00		384.00		-	32.00	384.00		416.00	
	temp	144.00		144.00		-	(16.00)	144.00		128.00	
Taxation	\$	28,622,923	0.4%	28,821,796	0.4%	-	(528,223)	28,622,923	0.4%	28,293,573	0.4%
	perm	-		-		-	-	-		-	
	temp	-		-		-	-	-		-	
Transportation	\$	-	0.0%	-	0.0%	-	-	-	0.0%	-	0.0%
	perm	6,556.09		6,556.09		-	59.00	6,556.09		6,615.09	
	temp	118.25		118.25		-	4.00	118.25		122.25	
University of Hawaii	\$	427,574,683	6.5%	428,293,331	6.3%	-	9,808,020	427,574,683	6.5%	438,101,351	6.1%
	perm	34,870.69		34,876.19		-	291.09	34,870.69		35,167.28	
	temp	2,944.96		2,942.96		-	(23.50)	2,944.96		2,919.46	
TOTAL REQUIREMENTS	\$	6,584,744,854	100.0%	6,834,254,853	100.0%	-	297,593,774	6,584,744,854	100.0%	7,131,848,627	100.0%

This page is intentionally left blank

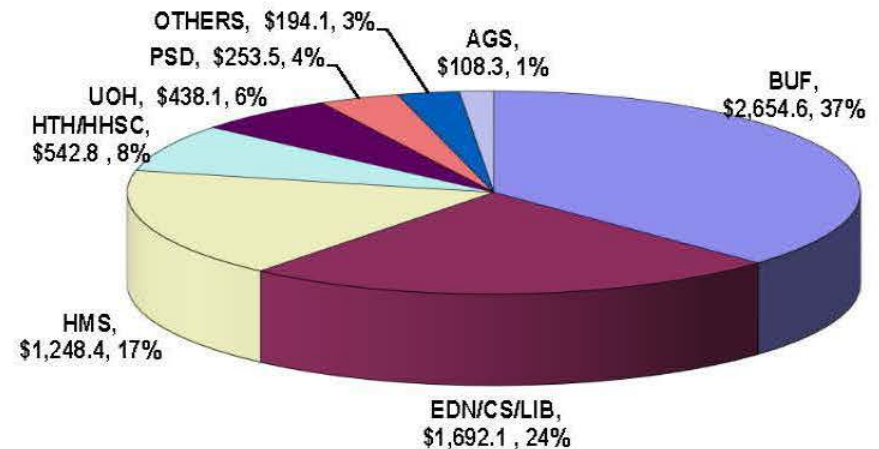
# FY 17 Supplemental Operating Budget Statewide Totals by Department - General Fund

**FY 2017  
Supplemental Budget  
Adjustments**



**Total \$297.6 M**

**FY 2017  
Supplemental Budget**



**Total \$7.1 B**

**FY 16 Operating Budget  
Statewide Position Ceiling Totals By Department By Means of Financing**

		General Fund	Special Funds	Federal Funds	Other Fed Funds	Private Contrib Funds	County Funds	Trust Funds	Inter-Dept Trsfs Funds	Revolving Funds	Other Funds	Total by Dept
Accounting & General Services	Perm	553.00	64.00	5.50	-	-	-	5.00	35.00	49.00	-	711.50
	Temp	11.44	5.00	1.00	-	-	-	1.00	-	-	-	18.44
	Total	564.44	69.00	6.50	-	-	-	6.00	35.00	49.00	-	729.94
Agriculture	Perm	182.68	128.82	-	2.00	-	-	-	-	17.50	-	331.00
	Temp	8.00	1.25	-	8.00	-	-	-	-	21.00	-	38.25
	Total	190.68	130.07	-	10.00	-	-	-	-	38.50	-	369.25
Attorney General	Perm	348.61	24.60	5.20	157.86	-	-	-	101.11	27.40	-	664.78
	Temp	25.71	0.50	9.05	7.71	-	-	-	30.50	1.00	-	74.47
	Total	374.32	25.10	14.25	165.57	-	-	-	131.61	28.40	-	739.25
Business, Econ. Dev. & Tourism	Perm	79.50	28.50	5.00	-	-	-	-	-	34.00	-	147.00
	Temp	5.75	90.25	6.00	8.00	-	-	-	-	46.00	-	156.00
	Total	85.25	118.75	11.00	8.00	-	-	-	-	80.00	-	303.00
Budget and Finance	Perm	137.75	-	-	-	-	-	65.00	1.75	-	105.00	309.50
	Temp	62.00	-	-	-	-	-	-	-	-	1.00	63.00
	Total	199.75	-	-	-	-	-	65.00	1.75	-	106.00	372.50
Commerce & Consumer Affairs	Perm	-	482.00	-	-	-	-	8.00	-	-	-	490.00
	Temp	-	32.00	-	4.00	-	-	3.00	-	-	-	39.00
	Total	-	514.00	-	4.00	-	-	11.00	-	-	-	529.00
Defense	Perm	145.60	-	9.50	94.15	-	-	-	-	-	-	249.25
	Temp	61.00	-	13.50	129.50	-	-	-	-	-	-	204.00
	Total	206.60	-	23.00	223.65	-	-	-	-	-	-	453.25
Education	Perm	19,313.25	737.50	5.00	-	-	-	-	-	8.00	-	20,063.75
	Temp	2,009.55	6.00	150.50	1.00	-	-	-	-	2.00	-	2,169.05
	Total	21,322.80	743.50	155.50	1.00	-	-	-	-	10.00	-	22,232.80
Charter Schools	Perm	16.12	-	1.88	-	-	-	-	-	-	-	18.00
	Temp	-	-	-	-	-	-	-	-	-	-	-
	Total	16.12	-	1.88	-	-	-	-	-	-	-	18.00
Public Libraries	Perm	549.50	-	-	-	-	-	-	-	-	-	549.50
	Temp	1.00	-	-	-	-	-	-	-	-	-	1.00
	Total	550.50	-	-	-	-	-	-	-	-	-	550.50
Governor	Perm	24.00	-	-	-	-	-	-	-	-	-	24.00
	Temp	25.50	-	2.50	-	-	-	-	-	-	-	28.00
	Total	49.50	-	2.50	-	-	-	-	-	-	-	52.00
Hawaiian Home Lands	Perm	-	115.00	4.00	-	-	-	81.00	-	-	-	200.00
	Temp	-	-	2.00	-	-	-	9.00	-	-	-	11.00
	Total	-	115.00	6.00	-	-	-	90.00	-	-	-	211.00
Human Services	Perm	1,129.57	0.56	1,068.12	-	-	-	-	-	43.00	-	2,241.25
	Temp	21.59	-	101.41	-	-	-	-	-	20.00	-	143.00
	Total	1,151.16	0.56	1,169.53	-	-	-	-	-	63.00	-	2,384.25

**FY 16 Operating Budget**  
**Statewide Position Ceiling Totals By Department By Means of Financing**

		General Fund	Special Funds	Federal Funds	Other Fed Funds	Private Contrib Funds	County Funds	Trust Funds	Inter-Dept Trsfs Funds	Revolving Funds	Other Funds	Total by Dept
	Perm	97.00	-	-	-	-	-	-	1.00	-	-	98.00
	Temp	-	-	-	-	-	-	-	-	-	-	-
Human Resources Development	Total	97.00	-	-	-	-	-	-	1.00	-	-	98.00
	Perm	2,105.56	129.50	266.46	74.40	-	-	-	7.00	41.20	-	2,624.12
	Temp	349.30	26.00	62.75	157.25	-	-	-	3.00	-	-	598.30
Health	Total	2,454.86	155.50	329.21	231.65	-	-	-	10.00	41.20	-	3,222.42
	Perm	-	2,835.25	-	-	-	-	-	-	-	-	2,835.25
	Temp	-	-	-	-	-	-	-	-	-	-	-
Health - HHSC	Total	-	2,835.25	-	-	-	-	-	-	-	-	2,835.25
	Perm	181.11	31.00	379.75	77.64	-	-	-	-	-	-	669.50
	Temp	11.12	17.00	128.50	8.88	-	-	-	20.00	0.50	-	186.00
Labor and Industrial Relations	Total	192.23	48.00	508.25	86.52	-	-	-	20.00	0.50	-	855.50
	Perm	426.25	332.00	22.75	7.50	-	-	-	-	-	-	788.50
	Temp	72.25	10.25	15.50	16.50	-	-	1.50	11.00	2.00	-	129.00
Land and Natural Resources	Total	498.50	342.25	38.25	24.00	-	-	1.50	11.00	2.00	-	917.50
	Perm	9.00	-	-	-	-	-	-	-	-	-	9.00
	Temp	13.50	-	-	-	-	-	-	-	-	-	13.50
Lieutenant Governor	Total	22.50	-	-	-	-	-	-	-	-	-	22.50
	Perm	2,632.10	8.00	-	-	-	-	-	59.00	10.00	-	2,709.10
	Temp	5.00	-	-	1.00	-	3.00	-	-	42.00	-	51.00
Public Safety	Total	2,637.10	8.00	-	1.00	-	3.00	-	59.00	52.00	-	2,760.10
	Perm	-	-	-	-	-	-	-	-	-	-	-
	Temp	-	-	-	-	-	-	-	-	-	-	-
Subsidies	Total	-	-	-	-	-	-	-	-	-	-	-
	Perm	384.00	-	-	-	-	-	-	-	-	-	384.00
	Temp	144.00	6.00	-	-	-	-	-	-	-	-	150.00
Taxation	Total	528.00	6.00	-	-	-	-	-	-	-	-	534.00
	Perm	-	2,235.70	7.00	0.80	-	-	-	-	-	-	2,243.50
	Temp	-	10.00	1.00	-	-	-	-	-	-	-	11.00
Transportation	Total	-	2,245.70	8.00	0.80	-	-	-	-	-	-	2,254.50
	Perm	6,556.09	599.25	82.56	-	-	-	-	-	53.75	-	7,291.65
	Temp	118.25	9.50	4.00	-	-	-	-	-	-	-	131.75
University of Hawaii	Total	6,674.34	608.75	86.56	-	-	-	-	-	53.75	-	7,423.40
	Perm	34,870.69	7,751.68	1,862.72	414.35	-	-	159.00	204.86	283.85	105.00	45,652.15
	Temp	2,944.96	213.75	497.71	341.84	-	3.00	14.50	64.50	134.50	1.00	4,215.76
TOTAL POSITION CEILING	Total	37,815.65	7,965.43	2,360.43	756.19	-	3.00	173.50	269.36	418.35	106.00	49,867.91

**FY 17 Operating Budget**  
**Statewide Position Ceiling Totals By Department By Means of Financing**

		General Fund	Special Funds	Federal Funds	Other Fed Funds	Private Contrib Funds	County Funds	Trust Funds	Inter-Dept Trsfs Funds	Revolving Funds	Other Funds	Total by Dept
Accounting & General Services	Perm	603.00	65.50	5.00	-	-	-	5.00	42.00	49.00	-	769.50
	Temp	13.94	5.00	1.00	-	-	-	1.00	-	-	-	20.94
	Total	616.94	70.50	6.00	-	-	-	6.00	42.00	49.00	-	790.44
Agriculture	Perm	191.68	130.82	-	2.00	-	-	-	-	17.50	-	342.00
	Temp	-	1.25	-	8.00	-	-	-	-	24.00	-	33.25
	Total	191.68	132.07	-	10.00	-	-	-	-	41.50	-	375.25
Attorney General	Perm	345.95	24.60	5.20	158.52	-	-	-	107.11	28.40	-	669.78
	Temp	26.41	0.50	10.40	7.66	-	-	-	30.50	1.00	-	76.47
	Total	372.36	25.10	15.60	166.18	-	-	-	137.61	29.40	-	746.25
Business, Econ. Dev. & Tourism	Perm	80.50	28.50	5.00	-	-	-	-	-	34.00	-	148.00
	Temp	10.21	86.74	6.00	9.00	-	-	-	-	46.00	-	157.95
	Total	90.71	115.24	11.00	9.00	-	-	-	-	80.00	-	305.95
Budget and Finance	Perm	144.75	-	-	-	-	-	65.00	1.75	-	106.00	317.50
	Temp	62.00	-	-	-	-	-	-	-	-	-	62.00
	Total	206.75	-	-	-	-	-	65.00	1.75	-	106.00	379.50
Commerce & Consumer Affairs	Perm	-	484.00	-	-	-	-	8.00	-	-	-	492.00
	Temp	-	30.00	-	4.00	-	-	3.00	-	-	-	37.00
	Total	-	514.00	-	4.00	-	-	11.00	-	-	-	529.00
Defense	Perm	151.60	-	9.50	94.15	-	-	-	-	-	-	255.25
	Temp	68.75	-	12.50	125.75	-	-	-	-	-	-	207.00
	Total	220.35	-	22.00	219.90	-	-	-	-	-	-	462.25
Education	Perm	19,313.25	737.50	5.00	-	-	-	-	-	8.00	-	20,063.75
	Temp	2,010.55	6.00	150.50	1.00	-	-	-	-	2.00	-	2,170.05
	Total	21,323.80	743.50	155.50	1.00	-	-	-	-	10.00	-	22,233.80
Charter Schools	Perm	16.12	-	1.88	-	-	-	-	-	-	-	18.00
	Temp	-	-	-	-	-	-	-	-	-	-	-
	Total	16.12	-	1.88	-	-	-	-	-	-	-	18.00
Public Libraries	Perm	563.50	-	-	-	-	-	-	-	-	-	563.50
	Temp	1.00	-	-	-	-	-	-	-	-	-	1.00
	Total	564.50	-	-	-	-	-	-	-	-	-	564.50
Governor	Perm	24.00	-	-	-	-	-	-	-	-	-	24.00
	Temp	26.00	-	-	-	-	-	-	-	-	-	26.00
	Total	50.00	-	-	-	-	-	-	-	-	-	50.00
Hawaiian Home Lands	Perm	-	115.00	4.00	-	-	-	81.00	-	-	-	200.00
	Temp	-	-	2.00	-	-	-	9.00	-	-	-	11.00
	Total	-	115.00	6.00	-	-	-	90.00	-	-	-	211.00
Human Services	Perm	1,164.47	0.56	1,059.72	-	-	-	-	-	107.00	-	2,331.75
	Temp	28.93	-	86.07	-	-	-	-	-	20.00	-	135.00
	Total	1,193.40	0.56	1,145.79	-	-	-	-	-	127.00	-	2,466.75

**FY 17 Operating Budget**  
**Statewide Position Ceiling Totals By Department By Means of Financing**

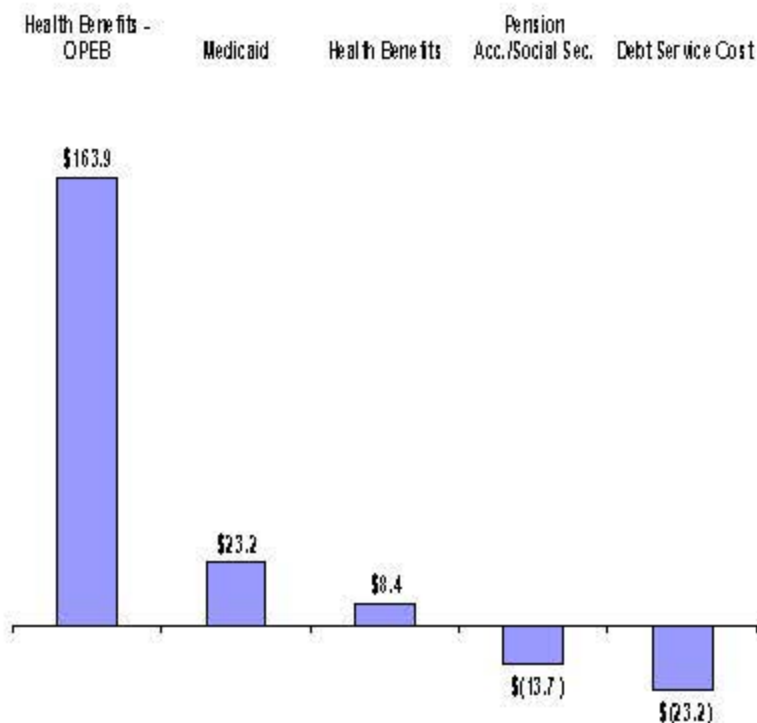
		General Fund	Special Funds	Federal Funds	Other Fed Funds	Private Contrib Funds	County Funds	Trust Funds	Inter-Dept Trsfs Funds	Revolving Funds	Other Funds	Total by Dept
	Perm	97.00	-	-	-	-	-	-	1.00	-	-	98.00
	Temp	-	-	-	-	-	-	-	-	-	-	-
Human Resources Development	Total	97.00	-	-	-	-	-	-	1.00	-	-	98.00
	Perm	2,136.16	127.50	256.36	79.10	-	-	-	7.00	45.00	-	2,651.12
	Temp	344.30	27.00	66.10	150.90	-	-	-	3.00	-	-	591.30
Health	Total	2,480.46	154.50	322.46	230.00	-	-	-	10.00	45.00	-	3,242.42
	Perm	-	2,835.25	-	-	-	-	-	-	-	-	2,835.25
	Temp	-	-	-	-	-	-	-	-	-	-	-
Health - HHSC	Total	-	2,835.25	-	-	-	-	-	-	-	-	2,835.25
	Perm	189.11	22.00	336.87	72.57	-	-	9.00	-	-	-	629.55
	Temp	14.12	22.00	17.00	7.88	-	-	5.00	20.00	0.50	-	86.50
Labor and Industrial Relations	Total	203.23	44.00	353.87	80.45	-	-	14.00	20.00	0.50	-	716.05
	Perm	457.00	341.00	25.50	7.50	-	-	0.50	-	-	-	831.50
	Temp	52.00	4.25	14.75	11.00	-	-	1.00	11.00	2.00	-	96.00
Land and Natural Resources	Total	509.00	345.25	40.25	18.50	-	-	1.50	11.00	2.00	-	927.50
	Perm	3.00	-	-	-	-	-	-	-	-	-	3.00
	Temp	11.00	-	-	-	-	-	-	-	-	-	11.00
Lieutenant Governor	Total	14.00	-	-	-	-	-	-	-	-	-	14.00
	Perm	2,655.10	8.00	-	-	-	-	-	59.00	10.00	-	2,732.10
	Temp	-	-	-	1.00	-	3.00	-	-	42.00	-	46.00
Public Safety	Total	2,655.10	8.00	-	1.00	-	3.00	-	59.00	52.00	-	2,778.10
	Perm	-	-	-	-	-	-	-	-	-	-	-
	Temp	-	-	-	-	-	-	-	-	-	-	-
Subsidies	Total	-	-	-	-	-	-	-	-	-	-	-
	Perm	416.00	-	-	-	-	-	-	-	-	-	416.00
	Temp	128.00	7.00	-	-	-	-	-	-	-	-	135.00
Taxation	Total	544.00	7.00	-	-	-	-	-	-	-	-	551.00
	Perm	-	2,304.70	7.00	0.80	-	-	-	-	-	-	2,312.50
	Temp	-	10.00	1.00	-	-	-	-	-	-	-	11.00
Transportation	Total	-	2,314.70	8.00	0.80	-	-	-	-	-	-	2,323.50
	Perm	6,615.09	599.25	82.56	-	-	-	-	-	53.75	-	7,350.65
	Temp	122.25	9.50	4.00	-	-	-	-	-	-	-	135.75
University of Hawaii	Total	6,737.34	608.75	86.56	-	-	-	-	-	53.75	-	7,486.40
	Perm	35,167.28	7,824.18	1,803.59	414.64	-	-	168.50	217.86	352.65	106.00	46,054.70
	Temp	2,919.46	209.24	371.32	326.19	-	3.00	19.00	64.50	137.50	-	4,050.21
TOTAL POSITION CEILING	Total	38,086.74	8,033.42	2,174.91	740.83	-	3.00	187.50	282.36	490.15	106.00	50,104.91

**FY 17 Supplemental Operating Budget  
Adjustments to Fixed Costs - General Funds**

<b>Fixed Cost:</b>	<b>Act 119/2015 FY 2016</b>	<b>% of Total</b>	<b>Act 119/2015 FY 2017</b>	<b>% of Total</b>	<b>FY 2016 Adjustments</b>	<b>FY 2017 Adjustments</b>	<b>% of Total</b>	<b>Total FY 2016</b>	<b>% of Total</b>	<b>Total FY 2017</b>	<b>% of Total</b>
Debt Service	729,933,473	23%	784,057,633	23%	-	(23,194,697)	-15%	729,933,473	23%	760,862,936	22%
Health Benefits	567,126,306	18%	613,756,097	18%	-	8,439,641	5%	567,126,306	18%	622,195,738	18%
Health Benefits - OPEB	163,615,000	5%	245,812,000	7%	-	163,875,000	103%	163,615,000	5%	409,687,000	12%
Medicaid	870,805,644	28%	900,267,060	27%	-	23,165,784	15%	870,805,644	28%	923,432,844	26%
Pension Acc./Social Sec.	779,271,173	25%	813,609,219	24%	-	(13,711,276)	-9%	779,271,173	25%	799,897,943	23%
Fixed Cost Total:	3,110,751,596	100%	3,357,502,009	100%	-	158,574,452	100%	3,110,751,596	100%	3,516,076,461	100%

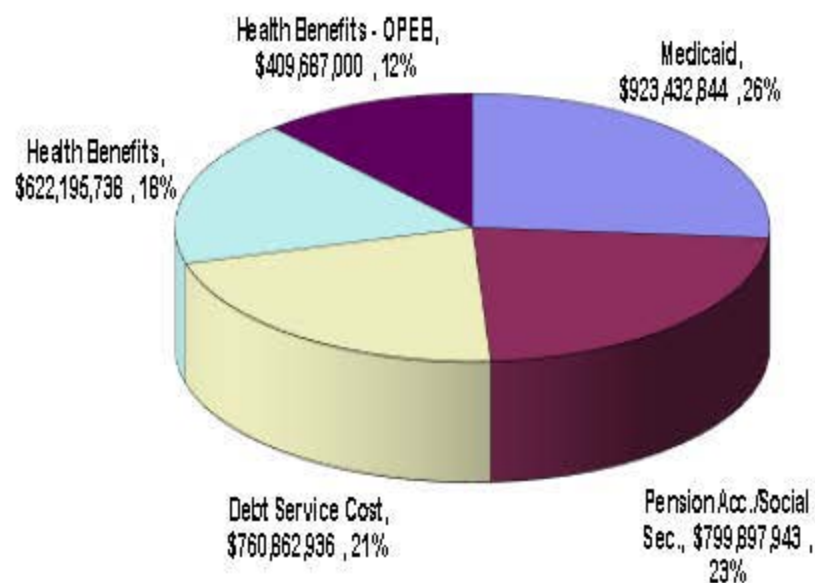
# FY 17 Supplemental Operating Budget Adjustments to Statewide Fixed Costs - General Funds

**FY 2017  
Supplemental Budget  
Adjustments**



**Total \$158.6 M**

**FY 2017  
Supplemental Budget  
Fixed Cost**



**Total \$3.5 B**

**FY 17 Supplemental CIP Budget  
Statewide Totals by Means of Financing**

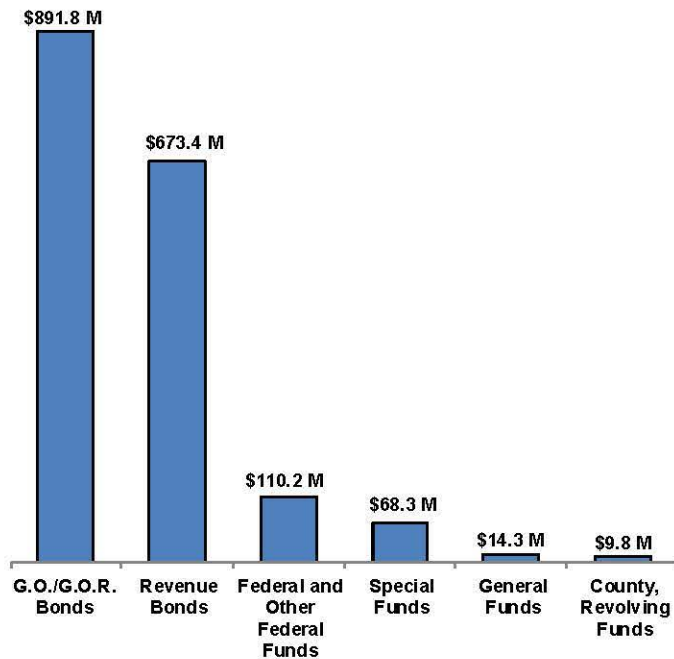
	Act 119/2015 FY 2016	% of Total	Act 119/2015 FY 2017	% of Total	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	% of Total	Total FY 2017	% of Total
General Funds	-	0.0%	-	0.0%	-	14,336,000	-	0.0%	14,336,000	0.6%
Special Funds	123,686,000	7.6%	35,200,000	4.6%	(925,000)	68,250,000	122,761,000	7.6%	103,450,000	4.1%
General Obligation Bonds	640,617,000	39.3%	188,504,000	24.6%	-	885,645,000	640,617,000	39.9%	1,074,149,000	42.4%
General Obligation Reimbursable Bonds	-	0.0%	-	0.0%	-	6,200,000	-	0.0%	6,200,000	0.2%
Revenue Bonds	668,016,000	41.0%	273,074,000	35.6%	(20,000,000)	673,360,000	648,016,000	40.3%	946,434,000	37.3%
Federal Funds	193,937,000	11.9%	265,321,000	34.6%	-	58,329,000	193,937,000	12.1%	323,650,000	12.8%
Other Federal Funds	-	0.0%	-	0.0%	-	51,910,000	-	0.0%	51,910,000	2.0%
Private Contributions	-	0.0%	1,750,000	0.2%	-	4,759,000	-	0.0%	6,509,000	0.3%
County Funds	2,000,000	0.1%	-	0.0%	-	5,000,000	2,000,000	0.1%	5,000,000	0.2%
Trust Funds	-	0.0%	3,000,000	0.4%	-	-	-	0.0%	3,000,000	0.1%
Interdepartmental Transfers	-	0.0%	-	0.0%	-	-	-	0.0%	-	0.0%
Revolving Funds	-	0.0%	-	0.0%	-	-	-	0.0%	-	0.0%
Other Funds	125,000	0.0%	125,000	0.0%	-	-	125,000	0.0%	125,000	0.0%
<b>TOTAL REQUIREMENTS</b>	<b>1,628,381,000</b>	<b>100.0%</b>	<b>766,974,000</b>	<b>100.0%</b>	<b>(20,925,000)</b>	<b>1,767,789,000</b>	<b>1,607,456,000</b>	<b>100.0%</b>	<b>2,534,763,000</b>	<b>100.0%</b>

Proposed State Educational Facilities Improvement Special Fund (GOB) Lapse (125,396,000)

Net total 2,409,367,000

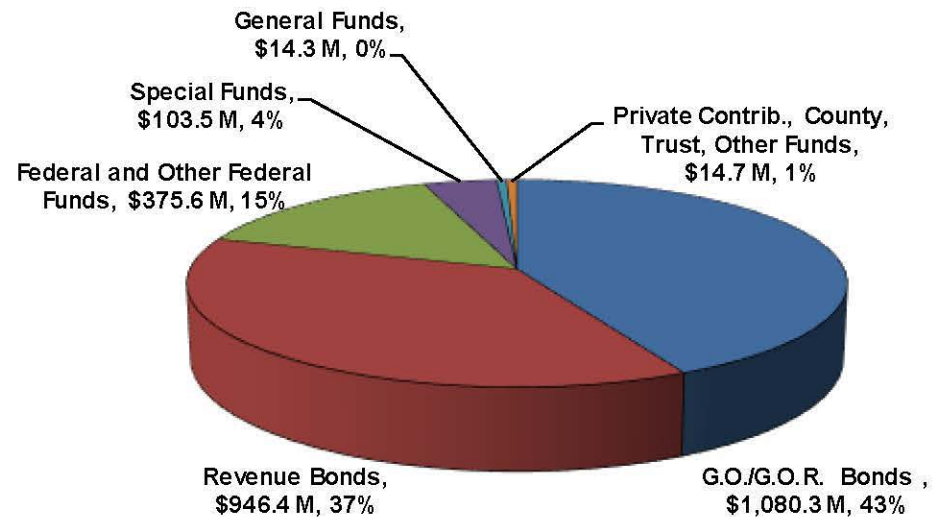
# FY 17 Supplemental CIP Budget Statewide Totals by Means of Financing

**FY 2017  
Supplemental Budget  
Adjustments**



**Total \$1.8 B**

**FY 2017  
Supplemental Budget**



**Total \$2.5 B**

**FY 17 Supplemental CIP Budget  
Statewide Totals By Department - All Funds**

	Act 119/2015 FY 2016	% of Total	Act 119/2015 FY 2017	% of Total	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	% of Total	Total FY 2017	% of Total
Accounting and General Services	30,733,000	1.9%	20,710,000	2.7%	-	37,026,000	30,733,000	1.9%	57,736,000	2.3%
Agriculture	15,100,000	0.9%	500,000	0.1%	-	16,600,000	15,100,000	0.9%	17,100,000	0.7%
Budget and Finance*	38,113,000	2.3%	-	0.0%	-	125,396,000	38,113,000	2.4%	125,396,000	4.9%
Business, Econ. Dev. & Tourism	48,055,000	3.0%	-	0.0%	-	149,329,000	48,055,000	3.0%	149,329,000	5.9%
Defense	12,456,000	0.8%	99,020,000	12.9%	-	4,428,000	12,456,000	0.8%	103,448,000	4.1%
Education	287,908,000	17.7%	77,956,000	10.2%	-	112,849,000	287,908,000	17.9%	190,805,000	7.5%
Charter Schools	1,535,000	0.1%	-	0.0%	-	-	1,535,000	0.1%	-	0.0%
Public Libraries	2,500,000	0.2%	2,500,000	0.3%	-	2,750,000	2,500,000	0.2%	5,250,000	0.2%
Governor	1,000	0.0%	1,000	0.0%	-	-	1,000	0.0%	1,000	0.0%
Hawaiian Home Lands	22,565,000	1.4%	22,000,000	2.9%	-	14,600,000	22,565,000	1.4%	36,600,000	1.4%
Human Services	5,088,000	0.3%	5,000,000	0.7%	-	30,710,000	5,088,000	0.3%	35,710,000	1.4%
Health	30,204,000	1.9%	23,704,000	3.1%	-	181,892,000	30,204,000	1.9%	205,596,000	8.1%
HHSC	20,000,000	1.2%	12,000,000	1.6%	-	6,500,000	20,000,000	1.2%	18,500,000	0.7%
Labor and Industrial Relations	9,090,000	0.6%	-	0.0%	-	-	9,090,000	0.6%	-	0.0%
Land and Natural Resources	41,688,000	2.6%	26,203,000	3.4%	-	27,761,000	41,688,000	2.6%	53,964,000	2.1%
Public Safety	8,500,000	0.5%	12,500,000	1.6%	-	84,500,000	8,500,000	0.5%	97,000,000	3.8%
Subsidies	16,050,000	1.0%	2,000,000	0.3%	-	-	16,050,000	1.0%	2,000,000	0.1%
Taxation	472,000	0.0%	-	0.0%	-	-	472,000	0.0%	-	0.0%
Transportation	945,439,000	58.1%	462,880,000	60.4%	(20,925,000)	900,948,000	924,514,000	57.5%	1,363,828,000	53.8%
University of Hawaii	92,884,000	5.7%	-	0.0%	-	72,500,000	92,884,000	5.8%	72,500,000	2.9%
<b>TOTAL REQUIREMENTS</b>	<b>1,628,381,000</b>	<b>100.0%</b>	<b>766,974,000</b>	<b>100.0%</b>	<b>(20,925,000)</b>	<b>1,767,789,000</b>	<b>1,607,456,000</b>	<b>100.0%</b>	<b>2,534,763,000</b>	<b>100.0%</b>

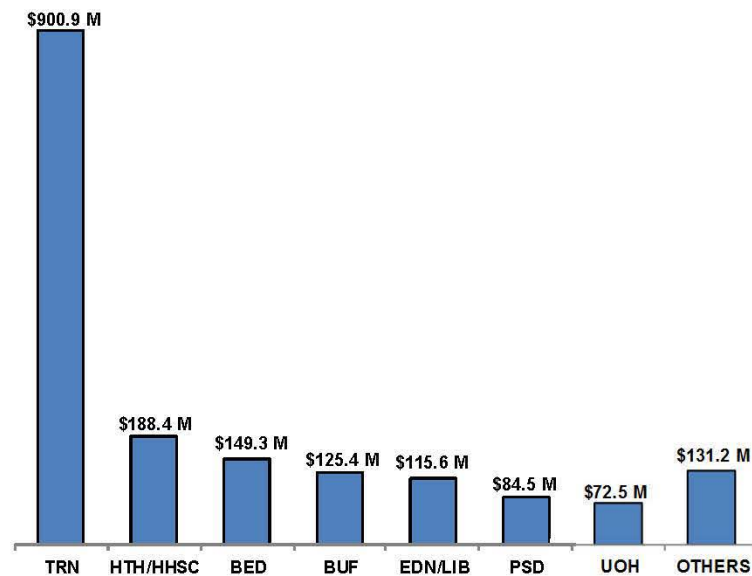
Proposed SEFI (GOB) Lapse (125,396,000)

Net Total 2,409,367,000

\* The \$125.4 M requested in FY 2017 in the Department of Budget and Finance will be transferred to the State Educational Facilities Improvement (SEFI) Special Fund and spent by the Department of Education.

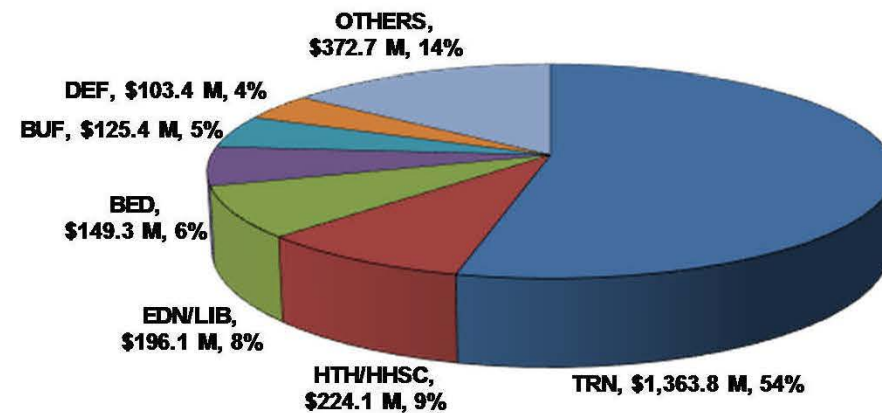
# FY 17 Supplemental CIP Budget Statewide Totals by Department - All Funds

**FY 2017  
Supplemental Budget  
Adjustments**



**Total \$1.8 B**

**FY 2017  
Supplemental Budget**



**Total \$2.5 B**

**FY 17 Supplemental CIP Budget**  
**Statewide Totals By Department - General Obligation (GO) and GO Reimbursable Bonds**

	Act 119/2015 FY 2016	% of Total	Act 119/2015 FY 2017	% of Total	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	% of Total	Total FY 2017	% of Total
Accounting and General Services	30,733,000	4.8%	20,710,000	11.0%	-	31,190,000	30,733,000	4.8%	51,900,000	4.8%
Agriculture	15,100,000	2.4%	500,000	0.3%	-	13,600,000	15,100,000	2.4%	14,100,000	1.3%
Budget and Finance*	38,113,000	5.9%	-	0.0%	-	125,396,000	38,113,000	5.9%	125,396,000	11.6%
Business, Econ. Dev. & Tourism	48,055,000	7.5%	-	0.0%	-	147,879,000	48,055,000	7.5%	147,879,000	13.7%
Defense	6,075,000	0.9%	30,384,000	16.1%	-	2,518,000	6,075,000	0.9%	32,902,000	3.0%
Education	287,908,000	44.9%	77,956,000	41.4%	-	108,500,000	287,908,000	44.9%	186,456,000	17.3%
Charter Schools	1,535,000	0.2%	-	0.0%	-	-	1,535,000	0.2%	-	0.0%
Public Libraries	2,500,000	0.4%	2,500,000	1.3%	-	2,750,000	2,500,000	0.4%	5,250,000	0.5%
Governor	1,000	0.0%	1,000	0.0%	-	-	1,000	0.0%	1,000	0.0%
Hawaiian Home Lands	2,565,000	0.4%	2,000,000	1.1%	-	14,600,000	2,565,000	0.4%	16,600,000	1.5%
Human Services	5,088,000	0.8%	5,000,000	2.7%	-	30,150,000	5,088,000	0.8%	35,150,000	3.3%
Health	10,500,000	1.6%	4,000,000	2.1%	-	181,892,000	10,500,000	1.6%	185,892,000	17.2%
HHSC	20,000,000	3.1%	12,000,000	6.4%	-	6,500,000	20,000,000	3.1%	18,500,000	1.7%
Labor and Industrial Relations	9,090,000	1.4%	-	0.0%	-	-	9,090,000	1.4%	-	0.0%
Land and Natural Resources	38,363,000	6.0%	18,953,000	10.1%	-	19,870,000	38,363,000	6.0%	38,823,000	3.6%
Public Safety	8,500,000	1.3%	12,500,000	6.6%	-	84,500,000	8,500,000	1.3%	97,000,000	9.0%
Subsidies	14,050,000	2.2%	2,000,000	1.1%	-	-	14,050,000	2.2%	2,000,000	0.2%
Taxation	472,000	0.1%	-	0.0%	-	-	472,000	0.1%	-	0.0%
Transportation	9,085,000	1.4%	-	0.0%	-	50,000,000	9,085,000	1.4%	50,000,000	4.6%
University of Hawaii	92,884,000	14.5%	-	0.0%	-	72,500,000	92,884,000	14.5%	72,500,000	6.7%
TOTAL REQUIREMENTS	640,617,000	100.0%	188,504,000	100.0%	-	891,845,000	640,617,000	100.0%	1,080,349,000	100.0%
General Obligation Bonds	640,617,000	100.0%	188,504,000	100.0%	-	885,645,000	640,617,000	100.0%	1,074,149,000	99.4%
Reimbursable G.O. Bonds	-	0.0%	-	0.0%	-	6,200,000	-	0.0%	6,200,000	0.6%
TOTAL REQUIREMENTS	640,617,000	100.0%	188,504,000	100.0%	-	891,845,000	640,617,000	100.0%	1,080,349,000	100.0%

Proposed SEFI (GOB) Lapse (125,396,000)

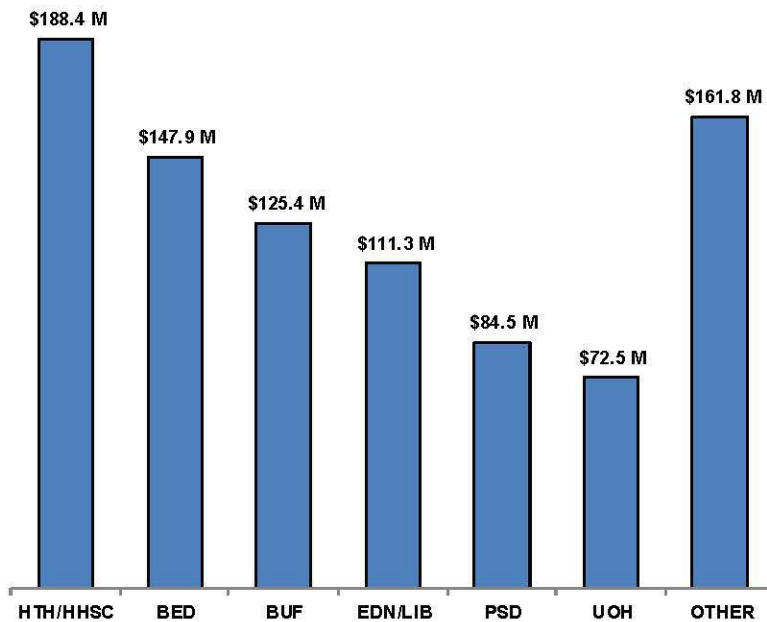
Net Total 954,953,000

\* The \$125.4 M requested in FY 2017 in the Department of Budget and Finance will be transferred to the State Educational Facilities Improvement (SEFI) Special Fund and spent by the Department of Education.

# FY 17 Supplemental CIP Budget

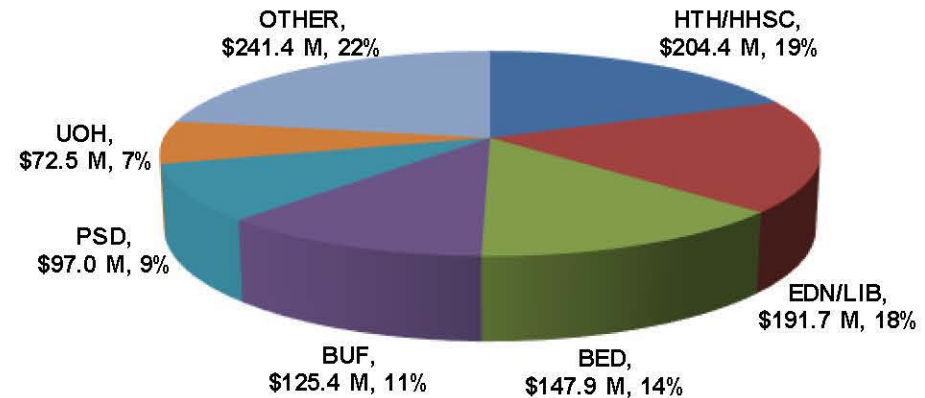
## Statewide Totals by Departments - G.O./G.O.R. Bonds

**FY 2017  
Supplemental Budget  
Adjustments**



**Total \$891.8 M**

**FY 2017  
Supplemental Budget**



**Total \$1.1 B**

This page is intentionally left blank



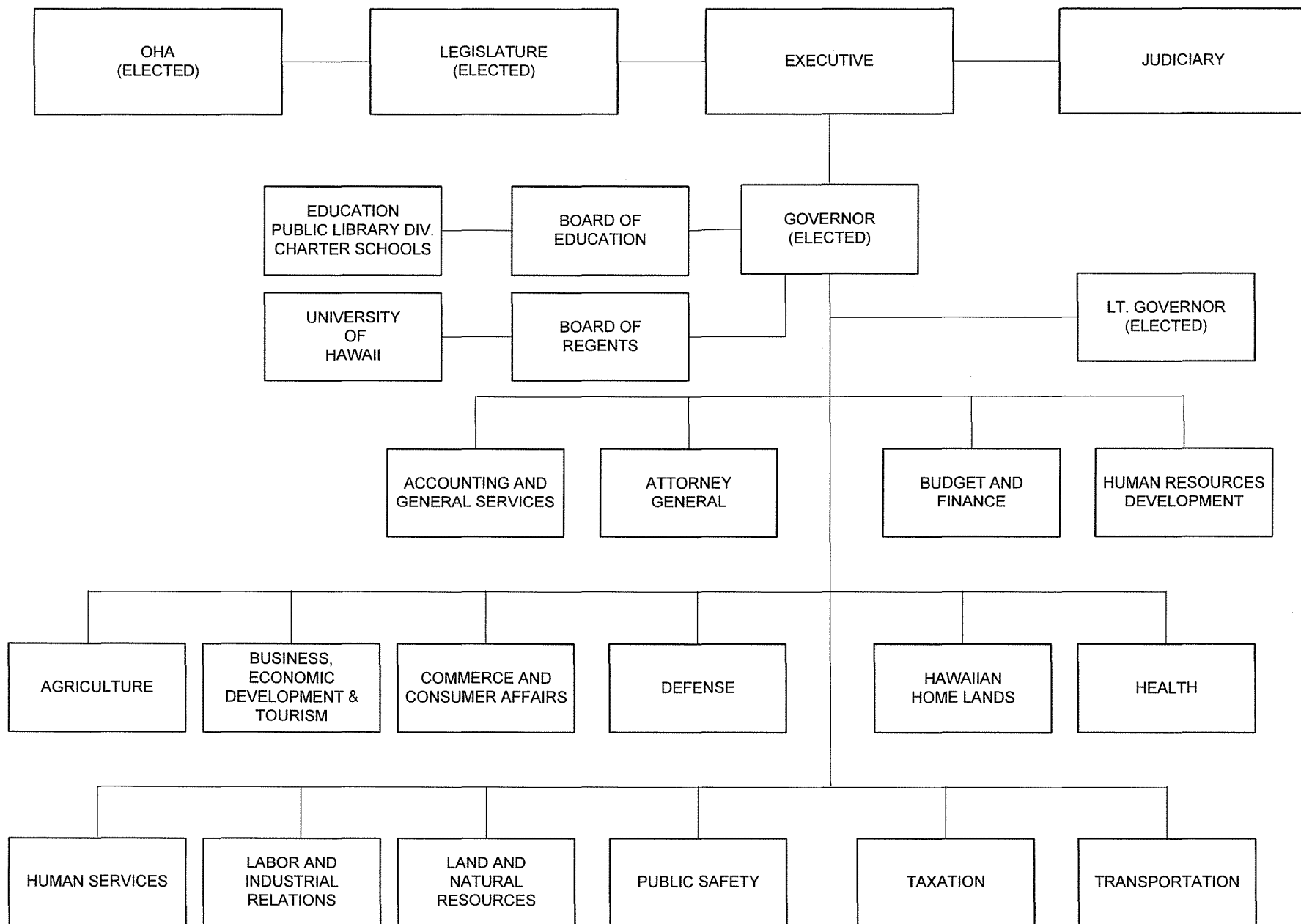
---

## **The Operating and Capital Budget - Department Summaries and Highlights**



# STATE GOVERNMENT OF HAWAII

## PLAN OF ORGANIZATION



# DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES

## Department Summary

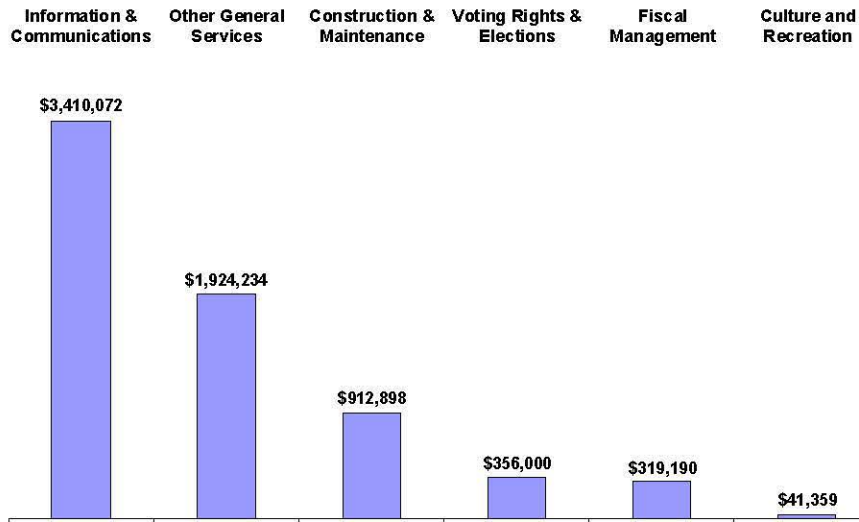
### ***Mission Statement***

To provide the physical, financial, and technical infrastructure to support State departments and agencies in accomplishing their missions.

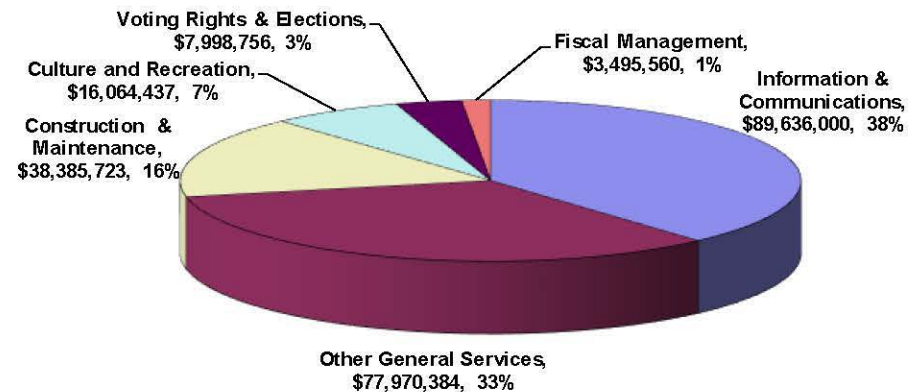
### ***Department Goals***

To strive for quality and consistency in the delivery of essential support services to other State departments and agencies. The department's activities reflect a continuing commitment towards cost efficiency, productivity, relevancy and timeliness of services.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES

### MAJOR FUNCTIONS

- Maintains the State's accounting systems; records the State's financial transactions; verifies expenditures before payments; audits fiscal records of State agencies; and preparation of the State's Comprehensive Annual Financial Report.
- Coordinates and directs engineering, architectural, office leasing, and centralized services that include public building and school repair and maintenance, custodial services, and grounds maintenance.
- Develops, implements, and manages statewide information technology governance, State information technology strategic plans, and technology standards.
- Administers the statewide information processing and telecommunication services and programs.
- Performs land survey work for government agencies.
- Preserves government records and historical material.
- Administers the State's risk management activities.
- Manages the State's motor pool and parking activities.
- Coordinates procurement activities under Chapter 103D and 103F, HRS.
- Manages and operates Aloha Stadium; guides and promotes culture, the arts, history and humanities.
- Directs the statewide elections systems; ensures full disclosure of campaign contributions and expenditures.

### MAJOR PROGRAM AREAS

The Department of Accounting and General Services has programs in the following major program areas:

#### Formal Education

AGS 807 School Repair & Maintenance,  
Neighbor Island Districts

#### Culture and Recreation

AGS 818 King Kamehameha  
Celebration Commission  
AGS 881 State Foundation on Culture  
& the Arts  
AGS 889 Spectator Events and Shows  
– Aloha Stadium

#### Individual Rights

AGS 105 Enforcement of Information  
Practices

#### Government-Wide Support

AGS 101 Accounting Sys Dev &  
Maintenance  
AGS 102 Expenditure Examination  
AGS 103 Recording and Reporting  
AGS 104 Internal Post Audit  
AGS 111 Archives – Records  
Management  
AGS 130 Information Management and  
Technology Services  
AGS 131 Information Processing &  
Communication Services  
AGS 203 State Risk Management and  
Insurance Administration  
AGS 211 Land Survey  
AGS 221 Public Works – Planning,  
Design, & Construction

AGS 223 Office Leasing  
AGS 231 Central Services – Custodial  
AGS 232 Central Services – Grounds  
Maintenance  
AGS 233 Central Services - Building  
Repairs and Alterations  
AGS 240 State Procurement  
AGS 244 Surplus Property Management  
AGS 251 Automotive Management – Motor  
Pool  
AGS 252 Automotive Management –  
Parking Control  
AGS 871 Campaign Spending Commission  
AGS 879 Office of Elections  
AGS 891 Wireless Enhanced 911 Board  
AGS 901 General Administrative Services

**Department of Accounting and General Services**  
**Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	553.00	553.00	-	50.00	553.00	603.00
		Temp	11.44	11.44	-	2.50	11.44	13.94
General Funds		\$	103,171,174	102,892,730	-	5,394,894	103,171,174	108,287,624
		Perm	64.00	64.00	-	1.50	64.00	65.50
		Temp	5.00	5.00	-	-	5.00	5.00
Special Funds		\$	26,331,937	26,272,801	-	1,241,359	26,331,937	27,514,160
		Perm	5.50	5.50	-	(0.50)	5.50	5.00
		Temp	1.00	1.00	-	-	1.00	1.00
Federal Funds		\$	8,528,807	16,040,959	-	-	8,528,807	16,040,959
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Other Federal Funds		\$	1,206,936	606,936	-	-	1,206,936	606,936
		Perm	5.00	5.00	-	-	5.00	5.00
		Temp	1.00	1.00	-	-	1.00	1.00
Trust Funds		\$	1,211,540	4,802,950	-	-	1,211,540	4,802,950
		Perm	35.00	35.00	-	7.00	35.00	42.00
		Temp	-	-	-	-	-	-
Interdepartmental Transfers		\$	37,563,707	37,574,563	-	327,500	37,563,707	37,902,063
		Perm	49.00	49.00	-	-	49.00	49.00
		Temp	-	-	-	-	-	-
Revolving Funds		\$	38,368,527	38,396,168	-	-	38,368,527	38,396,168
		Perm	711.50	711.50	-	58.00	711.50	769.50
		Temp	18.44	18.44	-	2.50	18.44	20.94
<b>Total Requirements</b>		\$	216,382,628	226,587,107	-	6,963,753	216,382,628	233,550,860

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Adds 8.00 permanent positions and \$319,190 to implement and support the new accounting systems.
2. Adds 25.00 permanent positions and \$796,162 in the Office of Enterprise Technology Services (ETS) for web developers, systems engineers, and network technicians to support new enterprise technology initiatives.
3. Adds 6.00 permanent positions and \$209,160 in ETS for technology security positions to staff the State's Security Operations Center, which includes 1.00 Chief Information Security Officer to oversee technology security processes.
4. Increases \$1,600,000 in ETS for Infor Enterprise Licenses to deliver common business functions and efficiently provide data commonly requested by the public, the Legislature, and department executives.
5. Increases \$356,000 in the Office of Elections to secure and maintain the Statewide voter registration system.
6. Transfers the Office of Information Practices from the Office of the Lieutenant Governor.

**Department of Accounting and General Services**  
**Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	5,836,000	-	5,836,000
General Obligation Bonds	30,733,000	20,710,000	-	31,190,000	30,733,000	51,900,000
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>30,733,000</b>	<b>20,710,000</b>	<b>-</b>	<b>37,026,000</b>	<b>30,733,000</b>	<b>57,736,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Converts funding for CIP staff costs from general obligation bond funds to general funds.
2. Adds \$15,000,000 for the Government Financial System, 2nd Phase, to upgrade the State's accounting, and budgeting systems.
3. Adds \$10,000,000 for Aloha Stadium to meet code, safety, or operational requirements.
4. Adds \$5,000,000 for Washington Place to address renovation, health, and safety needs.
5. Adds \$1,500,000 for transit oriented development assistance for Aloha Stadium.
6. Adds \$1,200,000 to renovate the reflecting pools at the State Capitol.

# DEPARTMENT OF AGRICULTURE

## Department Summary

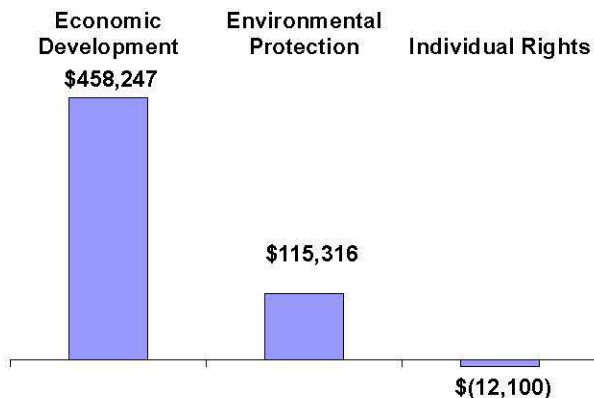
### ***Mission Statement***

To further expand the role of Hawaii's agricultural industry to benefit the well-being of our island society by diversifying the economy, protecting resources important for agricultural production, and gaining greater self-sufficiency in food and renewable energy production.

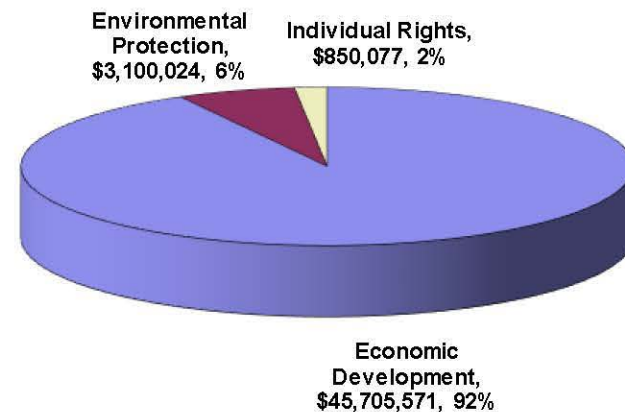
### ***Department Goals***

To conserve and develop essential agricultural resources and infrastructure; to gain access and develop local, domestic, and international markets for Hawaii's agricultural products; to conserve and protect suitable agricultural lands and water; to raise awareness of the importance of agriculture to the State's economy, environment, and as a profession; to implement programs to safeguard Hawaii's farmers, consumers, and natural resources; and to prevent the introduction and establishment of plants, animals and disease that are detrimental to Hawaii's agriculture and environment.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF AGRICULTURE MAJOR FUNCTIONS

- Carries out programs to conserve, develop, and utilize the agricultural resources and infrastructure of the State and facilitates the transition of plantation agriculture to diversified farming.
- Enforces laws, and formulates and enforces rules and regulations to further control the management of these resources.
- Reviews and develops agricultural goals and objectives compatible with statewide expansion and diversification of Hawaii's agricultural base.
- Prevents the introduction of plant pests and diseases, provides certification services to facilitate the export of certain plant materials, and controls and eradicates insects and noxious weeds and controls the distribution and usage of pesticides.
- Administers the aquaculture development, State animal health, and agricultural and aquacultural loan programs.
- Maintains official State primary measurement standards; ensures accuracy of commercial measuring devices.
- Establishes and enforces grade standards for agricultural commodities producers in the State in cooperation with the industry, and achieves stability within the State milk industry by ensuring the availability of an adequate supply of wholesale milk for the consuming public.
- Supports the marketing of various agricultural commodities.

## MAJOR PROGRAM AREAS

The Department of Agriculture has programs in the following major program areas:

### **Economic Development**

AGR 101	Financial Assistance for Agriculture
AGR 122	Plant Pest and Disease Control
AGR 131	Rabies Quarantine
AGR 132	Animal Disease Control
AGR 141	Agricultural Resource Management
AGR 151	Quality and Price Assurance
AGR 153	Aquaculture Development
AGR 161	Agribusiness Development and Research

AGR 171	Agricultural Development and Marketing
AGR 192	General Administration for Agriculture

### **Environmental Protection**

AGR 846	Pesticides
---------	------------

### **Individual Rights**

AGR 812	Measurement Standards
---------	-----------------------

**Department of Agriculture  
Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	182.68	182.68	-	9.00	182.68	191.68
		Temp	8.00	8.00	-	(8.00)	8.00	-
General Funds		\$	14,419,365	14,224,871	-	85,118	14,419,365	14,309,989
		Perm	128.82	128.82	-	2.00	128.82	130.82
Special Funds		Temp	1.25	1.25	-	-	1.25	1.25
		\$	19,193,110	19,162,185	-	297,979	19,193,110	19,460,164
Federal Funds		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
		\$	237,294	251,780	-	-	237,294	251,780
		Perm	2.00	2.00	-	-	2.00	2.00
Other Federal Funds		Temp	8.00	8.00	-	-	8.00	8.00
		\$	1,575,360	1,575,360	-	-	1,575,360	1,575,360
Trust Funds		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
		\$	812,962	812,962	-	-	812,962	812,962
		Perm	-	-	-	-	-	-
Interdepartmental Transfers		Temp	-	-	-	-	-	-
		\$	152,139	190,656	-	-	152,139	190,656
Revolving Funds		Perm	17.50	17.50	-	-	17.50	17.50
		Temp	21.00	21.00	-	3.00	21.00	24.00
		\$	13,251,537	12,876,395	-	178,366	13,251,537	13,054,761
		Perm	331.00	331.00	-	11.00	331.00	342.00
<b>Total Requirements</b>		Temp	38.25	38.25	-	(5.00)	38.25	33.25
		\$	49,641,767	49,094,209	-	561,463	49,641,767	49,655,672

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Adds 3.00 temporary positions and \$178,366 in revolving funds for the Agribusiness Development Corporation.
2. Adds 1.00 permanent position and \$128,709 in special funds for the Non-Agricultural Parks Program.
3. Adds 1.00 permanent position and \$98,800 in special funds to continue the Farm to School Program.
4. Adds \$71,100 in special funds for motor vehicles for the Plant Quarantine Program.
5. Realigns the budget to reflect necessary operating requirements via trade-off/transfer requests.

**Department of Agriculture  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	15,100,000	500,000	-	13,600,000	15,100,000	14,100,000
Revenue Bonds	-	-	-	-	-	-
Federal Funds	-	-	-	3,000,000	-	3,000,000
County Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>15,100,000</b>	<b>500,000</b>	<b>-</b>	<b>16,600,000</b>	<b>15,100,000</b>	<b>17,100,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Increases funding for Molokai Irrigation System Improvements by \$3,500,000.
2. Adds funding for Waimanalo Irrigation System Improvements on Oahu by \$3,200,000.
3. Adds general obligation bond funding by \$2,000,000 and federal funding expenditure ceiling by \$2,000,000 for the Lower Hamakua Ditch Watershed Project on Hawaii.

# DEPARTMENT OF THE ATTORNEY GENERAL

## Department Summary

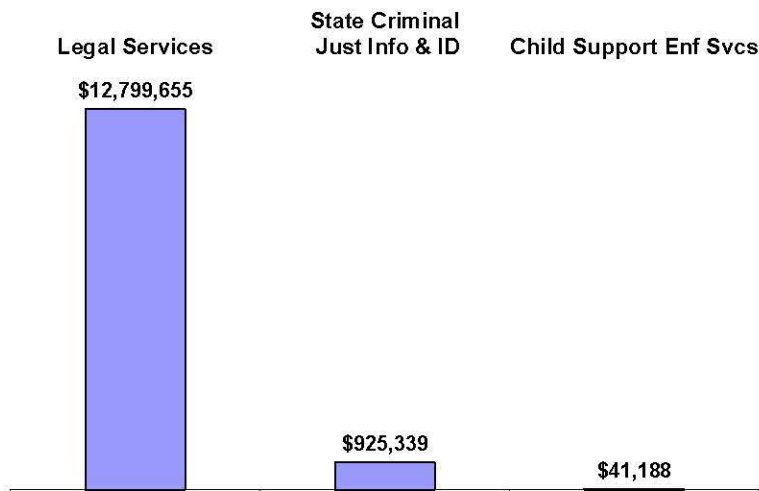
### ***Mission Statement***

To provide legal and other services to the State, including the agencies, officers, and employees of the executive, legislative, and judicial branches of the Hawaii government.

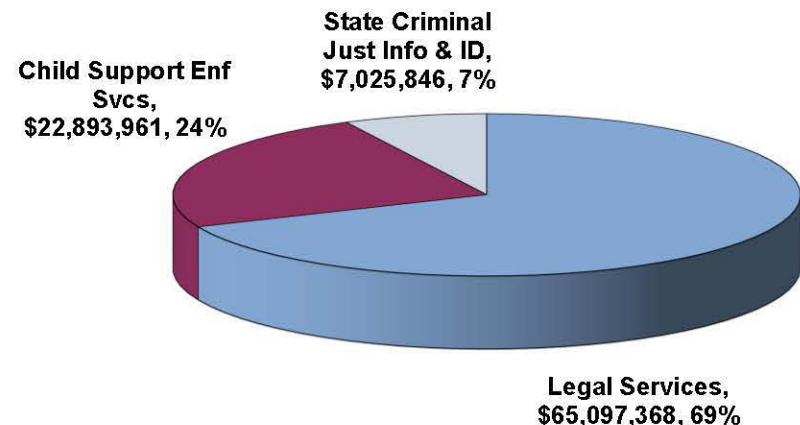
### ***Department Goals***

To provide excellent legal services to the State of Hawaii by offering advice and counsel to its client agencies, assisting in implementing policy decisions, and aiding the core activities of its client agencies. Carrying out this mission includes (1) appearing for the State in civil and criminal cases when the State is a party; (2) investigating violations of state laws, enforcing the laws, and prosecuting those who violate the law; (3) preparing legal opinions for the Governor, Legislature, and the heads of state departments; (4) advising state officials on legal matters so that they can faithfully execute their duties and responsibilities; and (5) defending and representing state officials and employees when they are sued for actions that have taken in connection with their state position.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF THE ATTORNEY GENERAL MAJOR FUNCTIONS

- Provides legal services to State agencies and employees; represents the State in all civil litigation in which the State is a party; conducts civil and criminal investigations; drafts and approves as to form the legality of various documents.
- Prosecutes criminal offenses, such as Medicaid fraud, welfare fraud, tax fraud, unemployment fraud, organized crime, and other crime against the public order; and initiates, develops and performs or coordinates programs, projects and activities on the subject of crime and crime prevention.
- Oversees the actions of the trustees of charitable trusts and brings any abuse or deviation by the trustees to the attention of the probate court for possible correction.
- Enforces the federal and State antitrust laws.
- Responsible for the enforcement of the Master Settlement Agreement pursuant to the Hawaii Revised Statutes Chapter 675 (HRS Chapter 675, State's Tobacco Liability Act); and the Cigarette Tax Stamp requirements and prohibition against the sale of Gray Market cigarettes.
- Maintains the automated statewide information system that collects, maintains, and disseminates individual criminal history record information for those arrested and fingerprinted.
- Administers the Child Support Enforcement Program, which involves initiating legal or administrative actions required to secure financial support for children.
- Provides a fair and impartial administrative forum for the expeditious resolution of child support disputes through the Office of Child Support hearings.

## MAJOR PROGRAM AREAS

The Department of the Attorney General has programs in the following major program areas:

### **Social Services**

ATG 500 Child Support Enforcement Services

### **Public Safety**

ATG 231 State Criminal Justice Information and Identification

### **Government-Wide Support**

ATG 100 Legal Services

**Department of the Attorney General  
Operating Budget**

			Act 119/2015	Act 119/2015	FY 2016	FY 2017	Total	Total
			FY 2016	FY 2017	Adjustments	Adjustments	FY 2016	FY 2017
<b>Funding Sources:</b>	Positions	Perm	348.61	348.61	-	(2.66)	348.61	345.95
		Temp	25.71	25.71	-	0.70	25.71	26.41
General Funds		\$	29,038,673	29,068,590	-	2,128,300	29,038,673	31,196,890
		Perm	24.60	24.60	-	-	24.60	24.60
Special Funds		Temp	0.50	0.50	-	-	0.50	0.50
		\$	3,226,526	3,282,965	-	118,000	3,226,526	3,400,965
		Perm	5.20	5.20	-	-	5.20	5.20
		Temp	9.05	9.05	-	1.35	9.05	10.40
Federal Funds		\$	5,428,548	5,666,216	-	5,899,163	5,428,548	11,565,379
		Perm	157.86	157.86	-	0.66	157.86	158.52
		Temp	7.71	7.71	-	(0.05)	7.71	7.66
Other Federal Funds		\$	19,072,927	19,067,927	-	1,648,869	19,072,927	20,716,796
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Trust Funds		\$	6,171,826	6,174,732	-	-	6,171,826	6,174,732
		Perm	101.11	101.11	-	6.00	101.11	107.11
		Temp	30.50	30.50	-	-	30.50	30.50
Interdepartmental Transfers		\$	11,096,847	11,402,833	-	3,929,290	11,096,847	15,332,123
		Perm	27.40	27.40	-	1.00	27.40	28.40
		Temp	1.00	1.00	-	-	1.00	1.00
Revolving Funds		\$	6,542,028	6,587,730	-	42,560	6,542,028	6,630,290
		Perm	664.78	664.78	-	5.00	664.78	669.78
		Temp	74.47	74.47	-	2.00	74.47	76.47
<b>Total Requirements</b>		\$	80,577,375	81,250,993	-	13,766,182	80,577,375	95,017,175

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Increases general fund support by \$380,000 for statewide sexual assault services.
2. Increases expenditure ceiling by \$2,500,000 in interdepartmental transfer (U) funds to reflect litigation costs to be reimbursed by client agencies.
3. Increases \$1,063,000 in general funds, \$83,000 in special funds, \$105,000 in federal funds, and \$689,000 in U funds to provide for salary adjustments for Deputy Attorney General positions.
4. Adds \$612,500 for law office software upgrades, Office 365 licenses, criminal justice systems maintenance, and computer replacements.
5. Adds 1.00 permanent position and \$41,188 (6 months, 0.34 general fund position and \$11,900 / 0.66 other federal fund position and \$29,288) for a Data Security Officer.
6. Adjusts expenditure ceiling to reflect anticipated federal grant awards.

**Department of the Attorney General  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	-	-	-	-	-	-
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	-	-	-	-	-	-

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)  
None.

# DEPARTMENT OF BUDGET AND FINANCE

## Department Summary

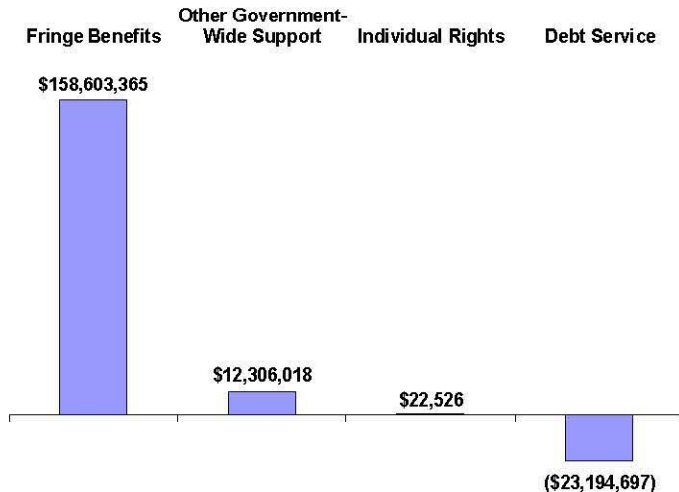
### ***Mission Statement***

To enhance long-term productivity and efficiency in government operations by providing quality budget and financial services that prudently allocate and effectively manage available resources.

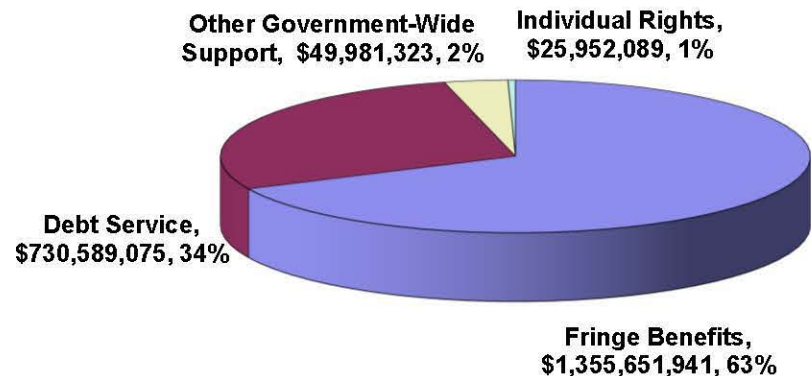
### ***Department Goals***

Improve the executive resource allocation process through the following: planning, analysis and recommendation on all phases of program scope and funding; maximizing the value, investment, and use of State funds through planning, policy development, timely scheduling of State bond financing and establishment of appropriate cash management controls and procedures; administering retirement and survivor benefits for State and County members and prudently managing the return on investments; administering health and life insurance benefits for eligible active and retired State and County public employees and their dependents by providing quality services and complying with federal and State legal requirements; and safeguarding the rights of indigent individuals in need of assistance in criminal and related cases by providing statutorily entitles and effective legal representation.

**FY 2017 Supplemental  
Operating Budget**



**FY 2017 Supplemental  
Operating Budget**



## **DEPARTMENT OF BUDGET AND FINANCE MAJOR FUNCTIONS**

- Administers the multi-year program and financial plan and executive budget, management improvement, and financial management programs of the State under the general direction of the Governor.
- Coordinates State budget services and prepares the Governor's budget for submission to the legislature; administers the financial affairs of the State.
- Plans, directs and coordinates the State's investments and financing programs.
- Directs and coordinates a statewide retirement benefits program for State and county government employees.
- Administers health and life insurance benefits for eligible State and county active and retired public employees and dependents.
- Provides comprehensive legal and related services to persons who are financially unable to obtain legal and related services.

## **MAJOR PROGRAM AREAS**

The Department of Budget and Finance has programs in the following major program areas:

### **Government-Wide Support**

BUF 101	Departmental Administration and Budget Division
BUF 102	Collective Bargaining Statewide
BUF 115	Financial Administration
BUF 141	Employees' Retirement System
BUF 143	Employer Union Trust Fund
BUF 721	Debt Service Payments – State
BUF 725	Debt Service Payments – DOE
BUF 728	Debt Service Payments – UH
BUF 741	Retirement Benefits – State

BUF 745	Retirement Benefits – DOE
BUF 748	Retirement Benefits – UH
BUF 761	Health Premium Payments – State
BUF 765	Health Premium Payments – DOE
BUF 768	Health Premium Payments - UH

### **Individual Rights**

BUF 151	Office of the Public Defender
---------	-------------------------------

**Department of Budget and Finance**  
**Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	137.75	137.75	-	7.00	137.75	144.75
		Temp	62.00	62.00	-	-	62.00	62.00
General Funds		\$	2,283,242,313	2,518,245,209	-	136,287,212	2,283,242,313	2,654,532,421
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Special Funds		\$	1,547,739	2,854,560	-	-	1,547,739	2,854,560
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Federal Funds		\$	478,486	841,250	-	-	478,486	841,250
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Other Federal Funds		\$	5,675	12,196	-	-	5,675	12,196
		Perm	65.00	65.00	-	-	65.00	65.00
		Temp	-	-	-	-	-	-
Trust Funds		\$	14,051,335	14,229,580	-	4,500,000	14,051,335	18,729,580
		Perm	1.75	1.75	-	-	1.75	1.75
		Temp	-	-	-	-	-	-
Interdepartmental Transfers		\$	4,140,882	4,147,627	-	-	4,140,882	4,147,627
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Revolving Funds		\$	102,919	213,261	-	-	102,919	213,261
		Perm	105.00	105.00	-	1.00	105.00	106.00
		Temp	1.00	1.00	-	(1.00)	1.00	-
Other Funds		\$	13,014,314	13,468,249	-	6,950,000	13,014,314	20,418,249
		Perm	309.50	309.50	-	8.00	309.50	317.50
		Temp	63.00	63.00	-	(1.00)	63.00	62.00
<b>Total Requirements</b>		\$	<u>2,316,583,663</u>	<u>2,554,011,932</u>	<u>-</u>	<u>147,737,212</u>	<u>2,316,583,663</u>	<u>2,701,749,144</u>

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Reduces \$23,194,697 from debt service payments.
2. Reduces \$13,711,276 from retirement benefits payments.
3. Increases health premium payments by \$8,439,641.
4. Increases Other Post-Employment Benefits (OPEB) pre-funding by \$163,875,000 to fully fund OPEB in FY17.
5. Adds \$600,000 for a new budget report writing system.
6. Adds 2.00 permanent Program Budget Analyst V positions and \$60,716 for the Budget, Programming Planning and Management Division.

**Department of Budget and Finance**  
**Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	38,113,000	-	-	125,396,000	38,113,000	125,396,000
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>38,113,000</b>	<b>-</b>	<b>-</b>	<b>125,396,000</b>	<b>38,113,000</b>	<b>125,396,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Reauthorizes \$125,396,000 for transfers to the State Educational Facilities Improvement Special Fund.

# DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

## Department Summary

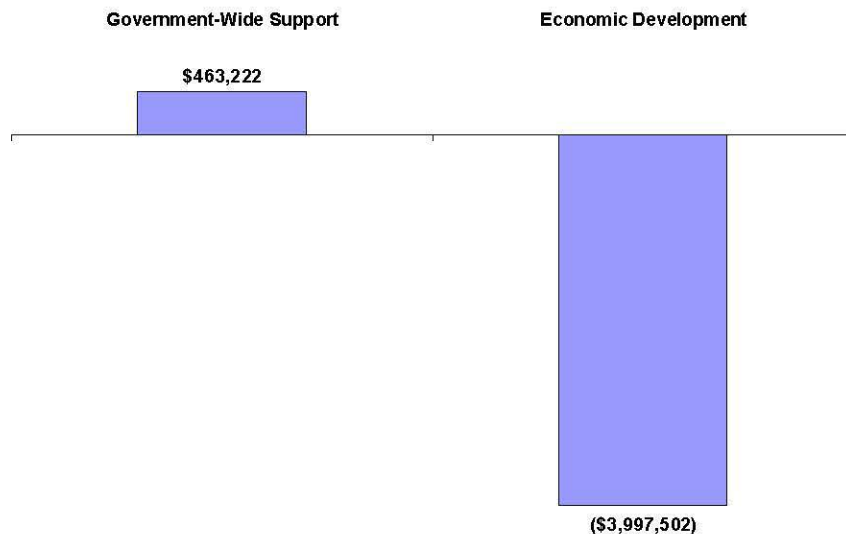
### ***Mission Statement***

To achieve a Hawaii economy that embraces innovation and is globally competitive, dynamic and productive, providing opportunities for all Hawaii's citizens to prosper.

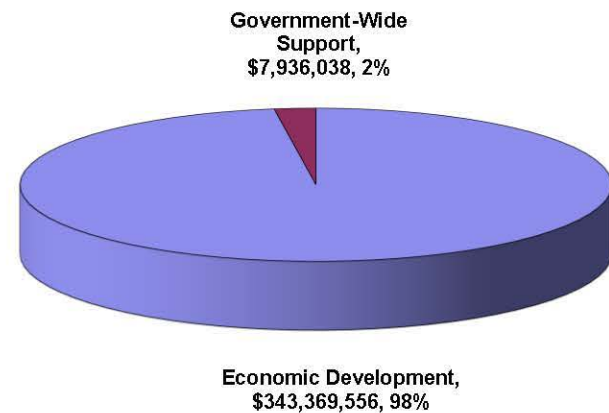
### ***Department Goals***

Lead efforts to facilitate structural economic adjustments to improve the competitiveness of Hawaii businesses and create the conditions to reward productivity and entrepreneurship.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

### MAJOR FUNCTIONS

- Meeting the Demand for Housing – Support the creation of low- and moderate- income homes for Hawaii’s residents through financing of private sector developments with long-term affordability.
- Planning Dynamic Communities – Plan and develop live-work-play communities to attract and retain a workforce with the skills required for an innovation-driven and globally-competitive economy.
- Hawaii Clean Energy Initiative – Transform how Hawaii uses energy by accelerating the production of renewable and alternative energy, increasing energy efficiency and developing and adopting new technologies thereby ensuring energy security and long-term environmental quality, and benefits to residents.
- Sustaining the Visitor Industry – Develop and implement Hawaii’s tourism strategic and marketing plan; managing programs and activities to sustain a healthy visitor industry through alignment of global marketing programs with Hawaii’s distinctive products, natural resources, the Hawaiian host culture and multi-cultures.
- Providing Economic Data and Research – Enhance economic development in Hawaii by providing government agencies and the business community with data, analysis, and policy recommendations accessible online.
- Global Links – Increase the flow of people, products, services and ideas between Hawaii and its export markets.
- Creation of an Innovation Infrastructure – Create the infrastructure that enables Hawaii’s creative and entrepreneurial talent to turn ideas into products and services.
- Improving Hawaii’s Business Environment – Lead public sector efforts to bring about a business environment that is market-driven, and rewards productivity and entrepreneurship.

### MAJOR PROGRAM AREAS

The Department of Business, Economic Development and Tourism has programs in the following major program areas:

#### **Economic Development**

BED 100	Strategic Marketing & Support
BED 105	Creative Industries Division
BED 107	Foreign Trade Zone
BED 113	Tourism
BED 120	Hawaii State Energy Office
BED 128	Office of Aerospace
BED 138	Hawaii Green Infrastructure Authority
BED 142	General Support for Economic Development
BED 143	High Technology Development Corporation
BED 145	Hawaii Strategic Development Corporation
BED 146	Natural Energy Laboratory of Hawaii Authority
BED 150	Hawaii Community Development Authority

BED 160	Hawaii Housing Finance and Development Corporation
---------	--

#### **Government-Wide Support**

BED 103	Statewide Land Use Management
BED 130	Economic Planning and Research
BED 144	Statewide Planning and Coordination

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

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	79.50	79.50	-	1.00	79.50	80.50
		Temp	5.75	5.75	-	4.46	5.75	10.21
General Funds		\$	10,054,705	9,513,536	-	6,134,165	10,054,705	15,647,701
		Perm	28.50	28.50	-	-	28.50	28.50
Special Funds		Temp	90.25	90.25	-	(3.51)	90.25	86.74
		\$	214,113,632	214,351,262	-	55,000	214,113,632	214,406,262
		Perm	5.00	5.00	-	-	5.00	5.00
		Temp	6.00	6.00	-	-	6.00	6.00
Federal Funds		\$	6,850,000	5,350,000	-	303,278	6,850,000	5,653,278
		Perm	-	-	-	-	-	-
		Temp	8.00	8.00	-	1.00	8.00	9.00
Other Federal Funds		\$	15,989,710	15,989,710	-	(15,026,723)	15,989,710	962,987
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Trust Funds		\$	88,000,000	88,000,000	-	-	88,000,000	88,000,000
		Perm	34.00	34.00	-	-	34.00	34.00
		Temp	46.00	46.00	-	-	46.00	46.00
Revolving Funds		\$	20,663,552	21,635,366	-	5,000,000	20,663,552	26,635,366
		Perm	147.00	147.00	-	1.00	147.00	148.00
		Temp	156.00	156.00	-	1.95	156.00	157.95
<b>Total Requirements</b>		\$	355,671,599	354,839,874	-	(3,534,280)	355,671,599	351,305,594

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Adds \$100,000 and 1.00 temporary position for the Hawaii Broadband Initiative.
2. Adds \$91,000 and 1.00 temporary position to coordinate sustainability priorities as set forth in Section 226-108, Hawaii Revised Statutes.
3. Adds \$5,000,000 into the revolving fund for the HI Growth Initiative.
4. Adds \$150,000 for an Unmanned Aerial System test site.
5. Adjusts expenditure ceiling to reflect anticipated federal grant awards.
6. Realigns the budget to reflect necessary operating requirements via trade-off/transfer requests.

**Department of Business, Economic Development and Tourism**  
**Capital Improvements Budget**

	<b>Act 119/2015 FY 2016</b>	<b>Act 119/2015 FY 2017</b>	<b>FY 2016 Adjustments</b>	<b>FY 2017 Adjustments</b>	<b>Total FY 2016</b>	<b>Total FY 2017</b>
<b>Funding Sources:</b>						
General Funds	-	-	-	1,450,000	-	1,450,000
General Obligation Bonds	48,055,000	-	-	141,679,000	48,055,000	141,679,000
Reimbursable G.O. Bonds	-	-	-	6,200,000	-	6,200,000
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>48,055,000</b>	<b>-</b>	<b>-</b>	<b>149,329,000</b>	<b>48,055,000</b>	<b>149,329,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Adds \$75,000,000 in FY 17 for Rental Housing Revolving Fund Infusion.
2. Adds \$25,000,000 in FY 17 for Dwelling Unit Revolving Fund Infusion.
3. Increases \$15,000,000 in FY 17 for 902 Alder Street Mixed-Use Affordable Housing and Multi-Use Juvenile Services and Shelter Center.
4. Adds \$8,459,000 in FY 17 for Low Income Housing Tax Credit Loans.
5. Adds \$6,500,000 in FY 17 for Waiahole Water System Improvements.
6. Adds \$6,000,000 in FY 17 for Completion of the Kalaeloa Energy Corridor.
7. Adds funding for CIP staff costs with general funds.
8. Adds \$5,200,000 in reimbursable general obligation bonds in FY 17 for improvements and upgrades to seawater system.

# DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS

## Department Summary

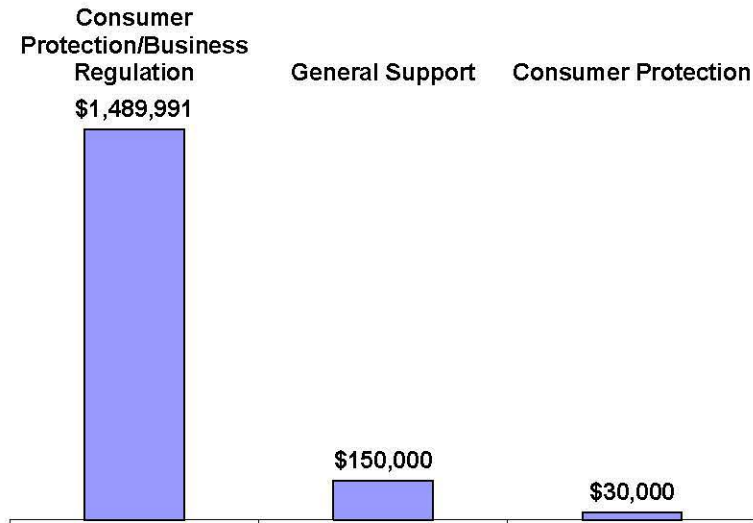
### ***Mission Statement***

To promote a strong and healthy business environment by upholding fairness and public confidence in the marketplace, and by increasing knowledge and opportunity for our businesses and citizens.

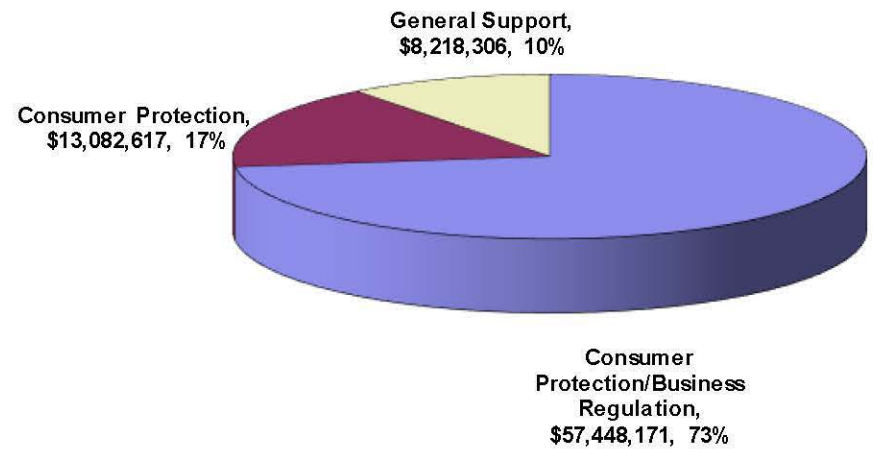
### ***Department Goals***

To develop rational business regulation; to achieve fairness and public confidence in the marketplace; and to foster sound consumer practices.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS MAJOR FUNCTIONS

- Develops standards relating to the licensing of and general supervision over the conduct of the financial services industry, the securities industry, professions, businesses, trades, and insurance companies.
- Coordinates consumer protection activities in the State; conducts investigations, research, and enforces laws, rules, and regulations in the area of consumer protection; provides consumer education services and programs.
- Represents, protects, and advances the interest of consumers of utility and interisland water carrier services; conducts investigations; assists and cooperates with Federal, State, and local agencies to protect the consumer's interests.
- Regulates public utilities to ensure regulated companies efficiently and safely provide customers with adequate and reliable services at just and reasonable rates while providing regulated companies with a fair opportunity to earn a reasonable rate of return.
- Grants or denies the issuance of financial services industry, professional, business and trade licenses and registrations; directs investigations or examinations, holds hearings, and suspends, revokes or reinstates licenses and registrations; adopts, amends or repeals such rules as deemed necessary to fully effectuate the provisions of the laws within the Department's scope and jurisdiction.
- Administers the laws of the State relating to corporations; partnerships; companies; trademarks, tradenames; miscellaneous business registrations; the financial services industry; the securities industry; the insurance industry; and provides advice on business formation.
- Ensures that cable subscribers are provided with services that meet acceptable standards of quality, dependability and fair rates; monitors the operations and management of cable television operators; administers the public access television entities' contracts; and promotes the adoption and deployment of broadband services throughout the State.

## MAJOR PROGRAM AREAS

The Department of Commerce and Consumer Affairs has programs in the following major program areas:

### **Individual Rights - Protection of the Consumer**

CCA 102	Cable Television
CCA 103	Consumer Advocate for Communication, Utilities, and Transportation Services
CCA 104	Financial Services Regulation
CCA 105	Professional and Vocational Licensing
CCA 106	Insurance Regulatory Services

CCA 107	Post-Secondary Education Authorization
CCA 110	Office of Consumer Protection
CCA 111	Business Registration and Securities Regulation
CCA 112	Regulated Industries Complaints Office
CCA 191	General Support
CCA 901	Public Utilities Commission

**Department of Commerce and Consumer Affairs**  
**Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
Funding Sources:	Positions	Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
General Funds		\$	-	-	-	-	-	-
		Perm	482.00	482.00	-	2.00	482.00	484.00
Special Funds		Temp	32.00	32.00	-	(2.00)	32.00	30.00
		\$	75,283,433	74,153,374	-	1,469,991	75,283,433	75,623,365
Other Federal Funds		Perm	-	-	-	-	-	-
		Temp	4.00	4.00	-	-	4.00	4.00
		\$	250,000	250,000	-	-	250,000	250,000
Trust Funds		Perm	8.00	8.00	-	-	8.00	8.00
		Temp	3.00	3.00	-	-	3.00	3.00
		\$	2,659,674	2,675,729	-	200,000	2,659,674	2,875,729
		Perm	490.00	490.00	-	2.00	490.00	492.00
		Temp	39.00	39.00	-	(2.00)	39.00	37.00
Total Requirements		\$	78,193,107	77,079,103	-	1,669,991	78,193,107	78,749,094

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Adds \$500,000 in special funds for the Division of Financial Institutions for an information technology application replacement.
2. Increases special funds by \$430,102 for the Public Utilities Commission's statutorily mandated payments to the Division of Consumer Advocacy.
3. Increases special funds by \$304,889 for the Public Utilities Commission to pay for the Department of Commerce and Consumer Affairs' overhead assessment.
4. Increases trust funds by \$200,000 for the Professional and Vocational Licensing Division to pay for mediation services.

**Department of Commerce and Consumer Affairs**  
**Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	-	-	-	-	-	-
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	-	-	-	-	-	-

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)  
None.

# DEPARTMENT OF DEFENSE

## Department Summary

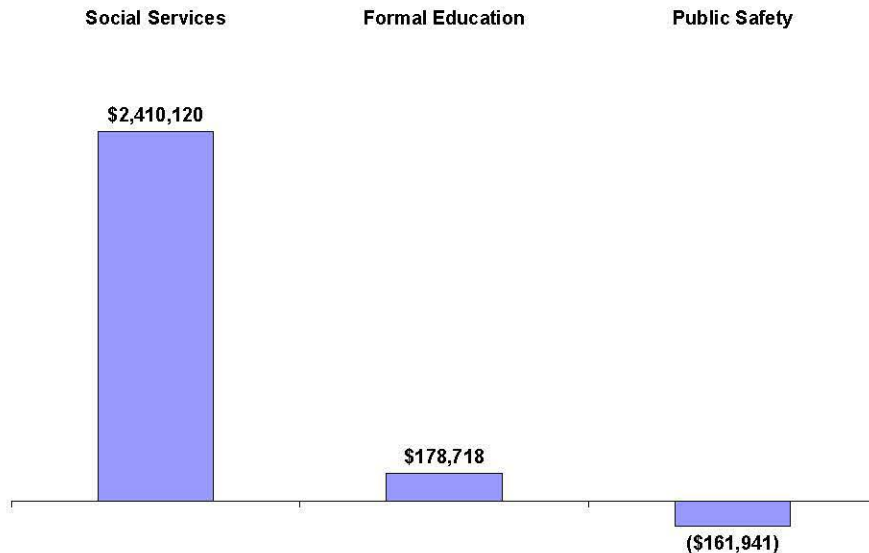
### ***Mission Statement***

To assist authorities in providing for the safety, welfare, and defense of the people of Hawaii.

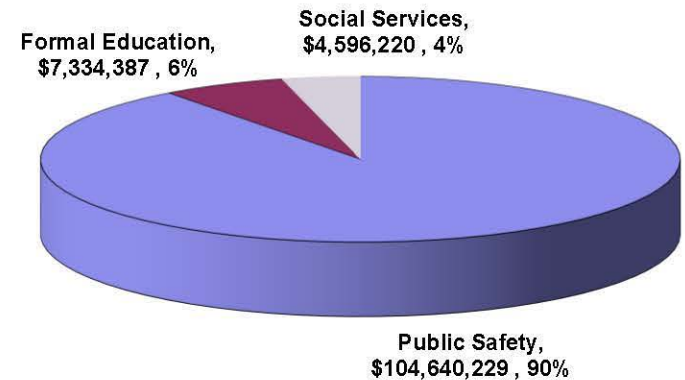
### ***Department Goals***

To maintain readiness to respond to the needs of the people in the event of disasters, either natural or human-caused; to administer policies and programs related to veterans and their families and improve our State Veterans' Cemeteries, to provide at-risk youth with opportunities to obtain their high school diplomas and become productive citizens.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF DEFENSE MAJOR FUNCTIONS

- Provides for the defense, safety and welfare of the people of Hawaii.
- Maintains its readiness to respond to the needs of the people in the event of war or devastation originating from either natural or human-caused disasters.
- To meet its federal mission as part of the military reserve component, the Hawaii National Guard, consisting of the Army and Air National Guard divisions, is manned, trained, equipped and ready for call to active duty by the President in times of national emergency. To meet its State mission, the Hawaii National Guard responds when necessary to protect life and property, preserve peace, order and public safety as directed by competent State authority.
- Coordinates the civil defense planning of all public and private organizations within the islands, minimizes the loss of life and property damage, restores essential public services, and expedites the recovery of individuals in the event of natural or human-caused mass casualty situations.
- Administers the Youth Challenge Academy, which serves youth at risk by providing life-transforming experience through training under military-like conditions.
- Office of Veterans Services – Responsible for the statewide administration, conduct, and coordination of all functions and activities prescribed under Chapter 363, Veterans Rights and Benefits, HRS, for veterans and their dependents.
- Office of Homeland Security – Provides a comprehensive program, to protect our people, infrastructure, and government from terrorism and threats of attack as prescribed under Chapter 26, Executive and Administrative Departments, Section 21, Department of Defense.

## MAJOR PROGRAM AREAS

The Department of Defense has programs in the following major program areas:

### **Social Services**

DEF 112 Services to Veterans

### **Formal Education**

DEF 114 Hawaii National Guard Youth Challenge Academy

### **Public Safety**

DEF 110 Amelioration of Physical Disaster

**Department of Defense  
Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	145.60	145.60	-	6.00	145.60	151.60
		Temp	61.00	61.00	-	7.75	61.00	68.75
	General Funds	\$	17,527,452	16,548,854	-	3,610,068	17,527,452	20,158,922
		Perm	9.50	9.50	-	-	9.50	9.50
	Federal Funds	Temp	13.50	13.50	-	(1.00)	13.50	12.50
		\$	45,459,063	45,499,534	-	(21,000,444)	45,459,063	24,499,090
	Other Federal Funds	Perm	94.15	94.15	-	-	94.15	94.15
		Temp	129.50	129.50	-	(3.75)	129.50	125.75
		\$	53,288,307	52,095,551	-	19,817,273	53,288,307	71,912,824
		Perm	249.25	249.25	-	6.00	249.25	255.25
	<b>Total Requirements</b>	Temp	204.00	204.00	-	3.00	204.00	207.00
		\$	116,274,822	114,143,939	-	2,426,897	116,274,822	116,570,836

**Highlights:** (general funds and FY17 unless otherwise noted)

1. Reduces 5.00 temporary positions and \$326,671 (1.25 temporary positions and \$61,756 in general funds, and 3.75 temporary positions and \$264,915 in federal funds) due to closing of prior emergency disaster projects.
2. Adds 10.00 temporary positions and \$437,740 to address new disaster projects (Tropical Storm Iselle and Pu'u O'o Lava Flow).
3. Adds 1.00 permanent position and \$38,000 (6 months) for a Chief Information Security Officer.
4. Adds 1.00 temporary position and \$80,000 for a State Fusion Center Manager.
5. Converts 1.00 temporary position for the Statewide Interoperable Communications Coordinator from federal funds to general funds.
6. Increases general funds by \$941,000 for repairs and maintenance of Department of Defenses facilities, statewide.
7. Increases funds by \$2,465,120 (\$828,400 in general funds and \$1,636,720 in other federal funds) to address repairs and maintenance at Veteran Cemeteries, statewide.

**Department of Defense  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	6,075,000	30,384,000	-	2,518,000	6,075,000	32,902,000
Federal Funds	6,381,000	68,636,000	-	-	6,381,000	68,636,000
Other Federal Funds	-	-	-	1,910,000	-	1,910,000
<b>Total Requirements</b>	<b>12,456,000</b>	<b>99,020,000</b>	<b>-</b>	<b>4,428,000</b>	<b>12,456,000</b>	<b>103,448,000</b>

**Highlights:** (general obligation bonds and FY17 unless otherwise noted)

1. Adds \$388,000 (\$138,000 in general obligation bonds (GOB) and \$250,000 in other federal funds) for railing replacement improvements at Buildings 1786 and 1787, Kalaeloa National Guard Youth Challenge Academy, Oahu.
2. Adds \$720,000 for Birkhimer Emergency Operations Center, Access Roads Improvements and Parking Lots, Oahu.
3. Adds \$3,320,000 (\$1,660,000 in GOB and \$1,660,000 in other federal funds) for the Hawaii Army National Guard, Keaukaha Military Reservations Building Renovations and Improvements, Hawaii.

# DEPARTMENT OF EDUCATION

## Department Summary

### ***Mission Statement***

The Hawaii Department of Education serves our community by developing the academic achievement, character, and social-emotional well-being of our students to the fullest potential. The Department works with partners, families, and communities to ensure that all students reach their aspirations from early learning through college, career, and citizenship. Therefore, Hawaii's public school students will be educated, healthy, and joyful lifelong learners who contribute positively to our community and global society. Hawaii State Public Library System nurtures a lifelong love of reading and learning through its staff, collections, programs, services and physical and virtual spaces.

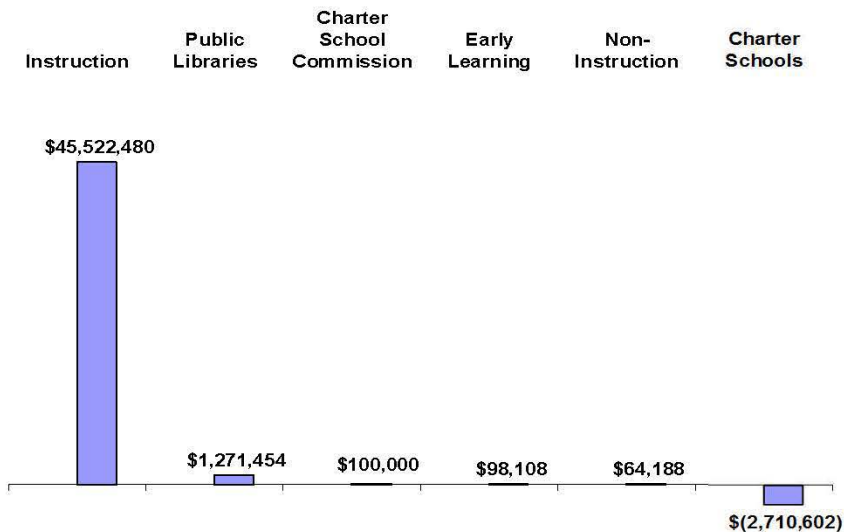
### ***Department Goals***

#### ***Public School Goals:***

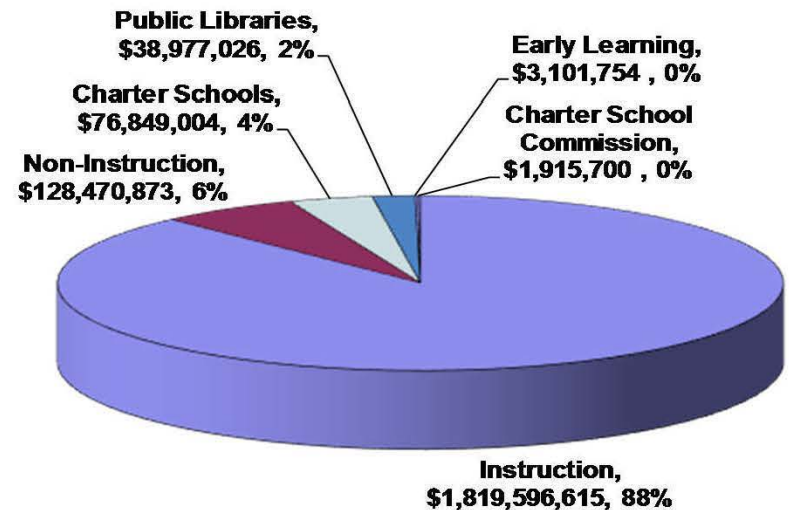
- Student Success – by having all students demonstrate they are on a path toward success in college, career, and citizenship;
- Staff Success – by having a high-performing culture where employees have the training, support and professional development to contribute effectively to student success; and,
- Successful Systems of Support – by having a system and culture that effectively organize financial, human, and community resources in support of student success.

Hawaii State Library System Goals: 1) Education: To support learning needs from keiki to kupuna; 2) Information: To provide trusted access to information and resources for our diverse population; 3) Cultural: To sustain, celebrate and preserve our history and cultural heritage, and to engage community members and organizations in mutually beneficial partnerships.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF EDUCATION MAJOR FUNCTIONS

- Under the direction of the Board of Education, the Department of Education manages the statewide system of public schools.
- The scope of educational programs and services of the public schools regularly encompasses grades kindergarten through twelve, and such pre-school programs and community/adult education programs as may be established by law.
- In addition to regular programs of instruction and support services, public schools offer special programs and services for qualified students with disabilities, gifted and talented students, students with limited English language proficiency, and students who are economically and culturally disadvantaged, school-alienated, or institutionally confined.
- The Board of Education also oversees the Hawaii State Public Library System. The Hawaii State Public Library System operates the Hawaii State Library, the Library for the Blind and Physically Handicapped, public libraries, community public and school libraries, and bookmobile services.
- The State Public Charter School Commission is placed within the Department of Education for administrative purposes. The Commission has statewide chartering authority and provides oversight of the public charter schools.
- The Executive Office on Early Learning is responsible for the performance, development, and control of programs and activities relating to a comprehensive early childhood system for children.

## MAJOR PROGRAM AREAS

The Department of Education has programs in the following major program area:

### Formal Education

EDN 100	School Based Budgeting
EDN 150	Special Education and Student Support Services
EDN 200	Instructional Support
EDN 300	State Administration
EDN 400	School Support
EDN 407	Public Libraries

EDN 500	School Community Services
EDN 600	Charter Schools
EDN 612	Charter Schools Commission and Administration
EDN 700	Early Learning

**Department of Education  
Operating Budget**

			Act 119/2015	Act 119/2015	FY 2016	FY 2017	Total	Total	
			FY 2016	FY 2017	Adjustments	Adjustments	FY 2016	FY 2017	
Funding Sources:	Positions	Perm	19,313.25	19,313.25	-	-	19,313.25	19,313.25	
		Temp	2,009.55	2,009.55	-	1.00	2,009.55	2,010.55	
		General Funds	\$	1,530,655,758	1,536,073,019	-	45,684,776	1,530,655,758	1,581,757,795
		Perm	737.50	737.50	-	-	737.50	737.50	
		Temp	6.00	6.00	-	-	6.00	6.00	
		Special Funds	\$	56,159,324	56,159,324	-	-	56,159,324	56,159,324
		Perm	5.00	5.00	-	-	5.00	5.00	
		Temp	150.50	150.50	-	-	150.50	150.50	
		Federal Funds	\$	250,220,049	250,220,049	-	-	250,220,049	250,220,049
		Perm	-	-	-	-	-	-	
		Temp	1.00	1.00	-	-	1.00	1.00	
		Other Federal Funds	\$	7,792,000	7,792,000	-	-	7,792,000	7,792,000
		Perm	-	-	-	-	-	-	
		Temp	-	-	-	-	-	-	
		Trust Funds	\$	17,640,000	17,640,000	-	-	17,640,000	17,640,000
		Perm	-	-	-	-	-	-	
		Temp	-	-	-	-	-	-	
		Interdepartmental Transfers	\$	7,761,985	7,765,636	-	-	7,761,985	7,765,636
		Perm	8.00	8.00	-	-	8.00	8.00	
		Temp	2.00	2.00	-	-	2.00	2.00	
		Revolving Funds	\$	32,834,438	29,834,438	-	-	32,834,438	29,834,438
		Perm	20,063.75	20,063.75	-	-	20,063.75	20,063.75	
		Temp	2,169.05	2,169.05	-	1.00	2,169.05	2,170.05	
		Total Requirements	\$	1,903,063,554	1,905,484,466	-	45,684,776	1,903,063,554	1,951,169,242

**Highlights:** (general funds and FY17 unless otherwise noted)

1. Adds \$26,537,791 (\$10,000,000 English Language Learners; \$16,537,791 General Student Population) for the Weighted Student Formula which supports the goals and objectives of each school based on projected enrollment increases.
2. Increases general fund by \$9,000,000 to restore funding to address utility costs.
3. Increases general fund by \$2,000,000 for Skilled Nursing Services for students age 3-22 for compliance with federal law.
4. Increases general fund by \$6,984,689 for the Student Transportation program to meet projected costs and ensure uninterrupted transportation services to regular and special education students.
5. Adds \$1,000,000 for new school facilities statewide (includes classroom furniture, supplies, and equipment).

**Department of Education  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	4,349,000	-	4,349,000
Special Funds	-	-	-	-	-	-
General Obligation Bonds	287,908,000	77,956,000	-	108,500,000	287,908,000	186,456,000
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>287,908,000</b>	<b>77,956,000</b>	<b>-</b>	<b>112,849,000</b>	<b>287,908,000</b>	<b>190,805,000</b>

**Highlights:** (general obligation bonds and FY17 unless otherwise noted)

1. Adds \$30,000,000 for Heat Abatement Improvements, Statewide.
2. Adds \$16,125,000 for Lump Sum - Capacity, Statewide to address enrollment capacity issues in public schools.
3. Increases general obligation bonds (GOB) by \$10,125,000 for Lump Sum - Condition, Statewide to address Repair and Maintenance in public schools.
4. Increases GOB by \$13,125,000 for Lump Sum - Equity, Statewide (includes high school science facility upgrades and special education renovations) in public schools.
5. Increases GOB by \$10,625,000 for Lump Sum - Program Support, Statewide (includes libraries, cafeterias, and administration renovations) in public schools.
6. Adds \$35,000,000 for Campbell High School Classroom Building to address enrollment.
7. Converts funding for CIP staff costs from general obligation bond funds to general funds.

**Department of Education - Charter Schools**  
**Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	16.12	16.12	-	-	16.12	16.12
		Temp	-	-	-	-	-	-
General Funds		\$	79,392,862	79,370,756	-	(2,610,602)	79,392,862	76,760,154
		Perm	1.88	1.88	-	-	1.88	1.88
Federal Funds		Temp	-	-	-	-	-	-
		\$	2,004,550	2,004,550	-	-	2,004,550	2,004,550
		Perm	18.00	18.00	-	-	18.00	18.00
<b>Total Requirements</b>		Temp	-	-	-	-	-	-
		\$	81,397,412	81,375,306	-	(2,610,602)	81,397,412	78,764,704

**Highlights:** (general funds and FY17 unless otherwise noted)

1. Reduces the per pupil funding by \$2,610,602 for Charter Schools (EDN 600) to equalize the per pupil funding based on the Department of Education's Supplemental FY 17 budget and projected enrollment.

**Department of Education - Charter Schools  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	1,535,000	-	-	-	1,535,000	-
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>1,535,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,535,000</b>	<b>-</b>

**Highlights:** (general obligation bonds and FY17 unless otherwise noted)  
None.

**Department of Education - Public Libraries**  
**Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
Funding Sources:	Positions	Perm	549.50	555.00	-	8.50	549.50	563.50
		Temp	1.00	1.00	-	-	1.00	1.00
General Funds		\$	32,559,945	32,840,328	-	771,454	32,559,945	33,611,782
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Special Funds		\$	3,500,000	3,500,000	-	500,000	3,500,000	4,000,000
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Other Federal Funds		\$	1,365,244	1,365,244	-	-	1,365,244	1,365,244
		Perm	549.50	555.00	-	8.50	549.50	563.50
		Temp	1.00	1.00	-	-	1.00	1.00
Total Requirements		\$	37,425,189	37,705,572	-	1,271,454	37,425,189	38,977,026

**Highlights:** (general funds and FY17 unless otherwise noted)

1. Increases 6.50 permanent positions and \$116,840 (6-month salaries) for the new Nanakuli Public Library scheduled to open in early 2017.
2. Increases special fund (Enhanced Library Special Funds) by \$500,000 for library book purchases Statewide and includes the initial purchase of books for the new Nanakuli Public Library.
3. Increases general funds by \$200,000 to address high priority "Repair and Maintenance" projects Statewide.
4. Increases general funds by \$387,210 for contracted security services Statewide.

**Department of Education - Public Libraries  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	2,500,000	2,500,000	-	2,750,000	2,500,000	5,250,000
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>2,500,000</b>	<b>2,500,000</b>	<b>-</b>	<b>2,750,000</b>	<b>2,500,000</b>	<b>5,250,000</b>

**Highlights:** (general obligation bonds and FY17 unless otherwise noted)

1. Increases general obligation bonds by \$1,500,000 for Lump Sum - Health and Safety, Statewide.
2. Adds \$250,000 for an Americans With Disabilities Act planning and design study.
3. Adds \$1,000,000 for Retrocommissioning requirements of library facilities, Statewide.

# OFFICE OF THE GOVERNOR

## Department Summary

### ***Mission Statement***

To change the trajectory of Hawai'i by restoring faith in government and establishing the Hawaiian Islands as a place future generations choose to call home.

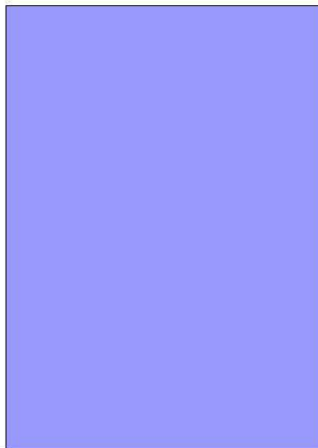
### ***Department Goals***

To restore the public's trust in government by committing to reforms that increase efficiency, reduce waste, and improve transparency and accountability; to promote economic diversification and maximize efforts to expend and pursue additional federal funds to support statewide initiatives; to foster intergovernmental relationships that advance our state's global reach; and to ensure the economic and social well-being of Hawai'i through responsible management of the State's six-year financial plan.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**

Office of the Governor

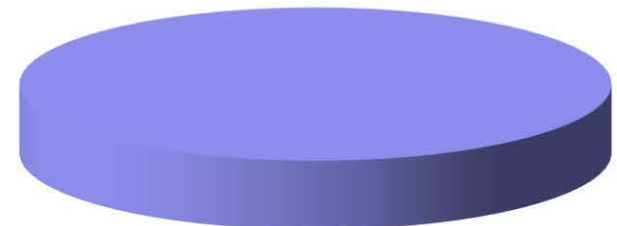
\$267,626



### **FY 2017 Supplemental Operating Budget**

Office of the  
Governor,

\$3,875,679, 100%



## **OFFICE OF THE GOVERNOR MAJOR FUNCTIONS**

- Restore the public's trust in State government by committing to reforms that increase efficiency, reduce waste, and improve transparency and accountability.
- Communicate the Governor's policies and actions through diverse media.
- Ensure State departments work cooperatively to deliver needed public services to Hawai'i's most vulnerable communities.
- Maximize efforts to expend and pursue additional federal funds to support statewide infrastructure improvements, education, health, and human services programs.
- Develop and maintain intergovernmental relationships by hosting dignitaries and representing Hawai'i at events that advance our State's global reach.
- Recruit outstanding public servants and retain a quality public workforce.
- Settle collective bargaining issues in ways that advance the interests of the people of Hawai'i.
- Ensuring the responsible management of the State's six-year financial plan to maintain the State's financial health.

## **MAJOR PROGRAM AREAS**

The Office of the Governor has a program in the following major program area:

### **Government-Wide Support**

GOV 100      Office of the Governor

**Office of the Governor  
Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	24.00	24.00	-	-	24.00	24.00
		Temp	25.50	23.50	-	2.50	25.50	26.00
General Funds	\$		3,749,146	3,296,705	-	578,974	3,749,146	3,875,679
	Perm		-	-	-	-	-	-
Federal Funds	Temp		2.50	2.50	-	(2.50)	2.50	-
	\$		311,348	311,348	-	(311,348)	311,348	-
	Perm		24.00	24.00	-	-	24.00	24.00
	Temp		28.00	26.00	-	-	28.00	26.00
<b>Total Requirements</b>		\$	4,060,494	3,608,053	-	267,626	4,060,494	3,875,679

**Highlights:** (general funds and FY17 unless otherwise noted)

1. Adds 2.00 temporary positions and \$300,000 to continue the function of the Office of Military Affairs and Federal Grants Maximization.
2. Increases general funds by \$263,724 to fully fund the salary requirements of the Office of the Governor.
3. Reduces 2.50 temporary positions and \$311,348 in federal funds to reflect federal grants ending in FY 16.

**Office of the Governor  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	1,000	1,000	-	-	1,000	1,000
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>1,000</b>	<b>1,000</b>	<b>-</b>	<b>-</b>	<b>1,000</b>	<b>1,000</b>

**Highlights:** (general obligation bonds and FY17 unless otherwise noted)  
None.

# DEPARTMENT OF HAWAIIAN HOME LANDS

## Department Summary

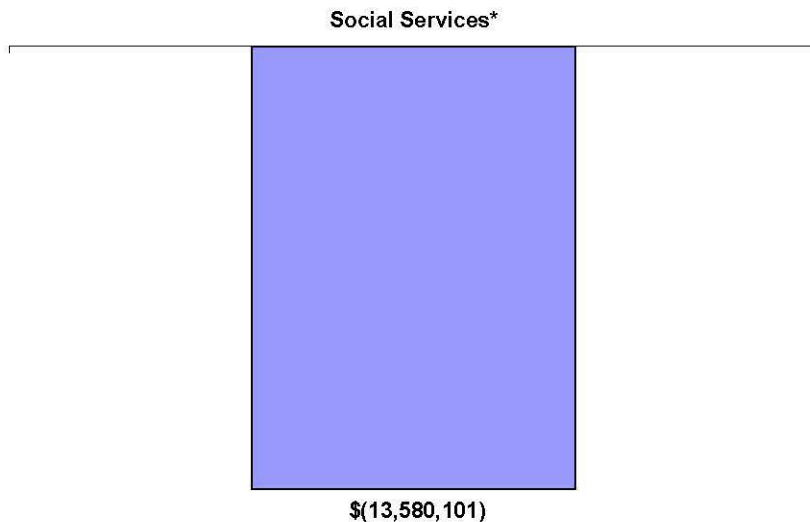
### ***Mission Statement***

To manage the Hawaiian Home Lands Trust (HHLT) effectively and to develop and deliver Hawaiian home lands to native Hawaiians. We will partner with others toward developing self-sufficient and healthy communities.

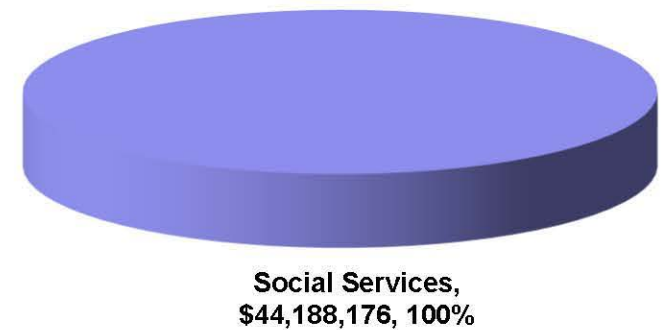
### ***Department Goals***

To effectively manage the HHLT's lands, water, and related resources; to develop and deliver lands for award to beneficiaries on an on-going basis; to develop and deliver program services that meet the housing needs of native Hawaiians; to effectively manage the HHLT's financial resources; to effectively manage the department's human resources and to establish better relationships with the native Hawaiian community, governmental agencies, homestead communities, and the community at large.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## **DEPARTMENT OF HAWAIIAN HOME LANDS MAJOR FUNCTIONS**

- Identifying and assessing the needs of beneficiaries of the Hawaiian Homes Commission Act through research and planning; compiling data needed for the development and utilization of Hawaiian home lands and other physical resources of the Hawaiian Homes Trust; identifying Hawaiian home lands by physical characteristics, lands use, and planned use of the lands; and developing and updating regional master plans for designated areas.
- Developing, marketing, disposing of, and managing Hawaiian home lands not immediately needed or not suitable for homestead purposes by issuing general leases, revocable permits, licenses, and rights-of-entry to generate income to finance homestead lot development activities.
- Developing Hawaiian home lands for homesteading and income-producing purposes by designing and constructing off-site and on-site improvements.
- Developing waiting lists of applicants for homestead leases; awarding homestead leases; providing loans for home building, repair, and replacement and for development of farms and ranches; managing homestead areas on the islands of Oahu, Hawaii, Maui, Molokai, Kauai and Lanai; and providing for the maintenance, repair, and operation of water systems, roads, and facilities.

## **MAJOR PROGRAM AREAS**

The Department of Hawaiian Home Lands has a program in the following major program area:

### **Social Services**

HHL 602      Planning and Development for Hawaiian  
Homesteads

**Department of Hawaiian Home Lands  
Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
	General Funds	\$	9,632,000	9,632,000	-	-	9,632,000	9,632,000
		Perm	115.00	115.00	-	-	115.00	115.00
		Temp	-	-	-	-	-	-
		\$	13,517,243	13,664,596	-	37,500	13,517,243	13,702,096
	Special Funds	Perm	4.00	4.00	-	-	4.00	4.00
		Temp	2.00	2.00	-	-	2.00	2.00
	Federal Funds	\$	23,317,601	23,317,601	-	(13,617,601)	23,317,601	9,700,000
		Perm	81.00	81.00	-	-	81.00	81.00
		Temp	9.00	9.00	-	-	9.00	9.00
		\$	11,037,323	11,154,080	-	-	11,037,323	11,154,080
	Trust Funds	Perm	200.00	200.00	-	-	200.00	200.00
		Temp	11.00	11.00	-	-	11.00	11.00
	<b>Total Requirements</b>		\$ 57,504,167	57,768,277	-	(13,580,101)	57,504,167	44,188,176

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Adjusts expenditure ceiling to reflect anticipated federal grant awards.

**Department of Hawaiian Home Lands  
Capital Improvements Budget**

	<b>Act 119/2015 FY 2016</b>	<b>Act 119/2015 FY 2017</b>	<b>FY 2016 Adjustments</b>	<b>FY 2017 Adjustments</b>	<b>Total FY 2016</b>	<b>Total FY 2017</b>
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	2,565,000	2,000,000	-	14,600,000	2,565,000	16,600,000
Federal Funds	20,000,000	20,000,000	-	-	20,000,000	20,000,000
<b>Total Requirements</b>	<b>22,565,000</b>	<b>22,000,000</b>	<b>-</b>	<b>14,600,000</b>	<b>22,565,000</b>	<b>36,600,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Increases \$9,000,000 for Papakolea Sewer System Improvements, Oahu.
2. Adds \$2,500,000 for Remediation Improvements to Hawaiian Home Lands Dams and Reservoirs, Kauai.
3. Adds \$2,000,000 for Unexploded Ordnance Mitigation and Remediation on Existing Lots, Hawaii.

# DEPARTMENT OF HEALTH

## Department Summary

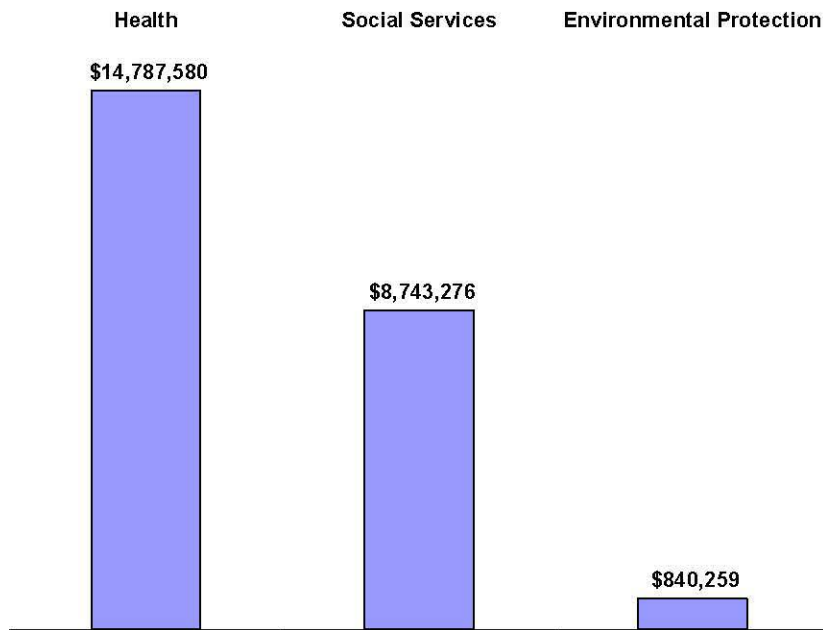
### ***Mission Statement***

To administer programs designed to protect, preserve, care for, and improve the physical and mental health of the people of the State.

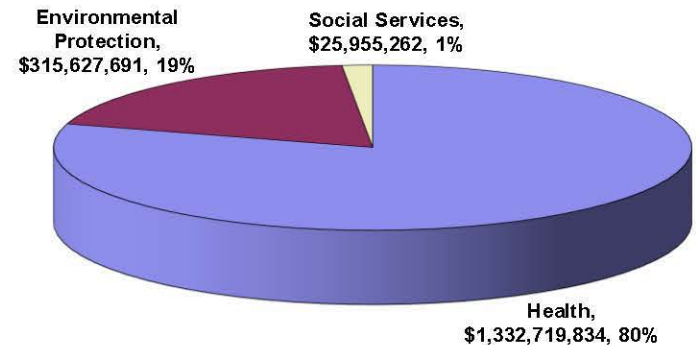
### ***Department Goals***

To monitor, protect and enhance the health of all people in Hawaii by providing leadership in assessment, policy development, and assurance to promote health and well-being, to preserve a clean, healthy and natural environment, and to assure basic health care for all.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## **DEPARTMENT OF HEALTH MAJOR FUNCTIONS**

- Plans, directs and administers statewide programs to protect, preserve and improve the physical, mental and environmental health of Hawaii's residents.
- Administers programs for the prevention, control and treatment of infectious and communicable diseases; coordinates bioterrorism preparedness planning activities and integrating these activities with surveillance and response mechanisms.
- Administers community based programs that provide and coordinate health intervention services and support for at-risk families, populations and communities who are most likely to experience unhealthy outcomes.
- Provides public health nursing intervention services in the areas of communicable disease, disaster outbreaks care coordination, follow-up and monitoring for at-risk populations and nursing supervision, oversight and intervention in the public schools.
- Plans, coordinates and provides statewide mental health services which include treatment, consultative and preventive components for individuals; also plans, coordinates and implements statewide services relative to alcohol and drug abuse.
- Provides services and support to individuals with developmental disabilities or intellectual disabilities and their families to attain quality of life.
- Plans, provides and promotes health services to mothers, children and youth and family planning services. Also provides basic dental treatment services for the control of oral diseases and abnormalities to institutionalized patients at Hawaii State Hospital, Hale Mohalu, Kalaupapa Settlement and through the four Oahu health centers.
- Implements and maintains the statewide programs for air, water, noise, radiation and indoor air pollution control; noise, safe drinking water, solid waste and wastewater management, and programs which protect consumers from unsafe foods, drugs, cosmetics, and medical devices.
- Administers the statewide emergency medical services system.
- Administers a statewide laboratories program which conducts analysis in support of environmental health and communicable disease monitoring and control activities.

## MAJOR PROGRAM AREAS

The Department of Health has programs in the following major program areas:

### Environmental Protection

HTH 840 Environmental Management  
HTH 849 Environmental Health Administration  
HTH 850 Office of Environmental Quality Control

### Health

HTH 100 Communicable Disease and Public Health  
Nursing  
HTH 131 Disease Outbreak Control  
HTH 210 Hawaii Health Systems Corporation –  
Corporate Office  
HTH 211 Kahuku Hospital  
HTH 212 Hawaii Health Systems Corporation –  
Regions  
HTH 213 Alii Community Care  
HTH 420 Adult Mental Health – Outpatient  
HTH 430 Adult Mental Health – Inpatient  
HTH 440 Alcohol and Drug Abuse  
HTH 460 Child and Adolescent Mental Health  
HTH 495 Behavioral Health Administration  
HTH 501 Developmental Disabilities  
HTH 560 Family Health Services  
HTH 590 Chronic Disease Prevention and Health  
Promotion  
HTH 595 Health Resources Administration  
HTH 610 Environmental Health Services  
HTH 710 State Laboratory Services

HTH 720 Health Care Assurance  
HTH 730 Emergency Medical Services and Injury  
Prevention System  
HTH 760 Health Status Monitoring  
HTH 905 Developmental Disabilities Council  
HTH 906 State Health Planning and Development  
Agency  
HTH 907 General Administration  
HTH 908 Office of Language Access

### Social Services

HTH 520 Disability and Communication Access  
Board  
HTH 904 Executive Office on Aging

This page is intentionally left blank

**Department of Health  
Operating Budget**

			Act 119/2015	Act 119/2015	FY 2016	FY 2017	Total	Total
			FY 2016	FY 2017	Adjustments	Adjustments	FY 2016	FY 2017
<b>Funding Sources:</b>	Positions	Perm	2,105.56	2,105.56	-	30.60	2,105.56	2,136.16
		Temp	349.30	349.30	-	(5.00)	349.30	344.30
General Funds		\$	431,853,165	436,199,335	-	20,118,160	431,853,165	456,317,495
		Perm	129.50	129.50	-	(2.00)	129.50	127.50
Special Funds		Temp	26.00	26.00	-	1.00	26.00	27.00
		\$	206,514,185	206,945,345	-	(4,940,373)	206,514,185	202,004,972
Federal Funds		Perm	266.46	266.46	-	(10.10)	266.46	256.36
		Temp	62.75	66.75	-	(0.65)	62.75	66.10
		\$	87,164,911	92,023,621	-	(139,689)	87,164,911	91,883,932
		Perm	74.40	74.40	-	4.70	74.40	79.10
Other Federal Funds		Temp	157.25	150.75	-	0.15	157.25	150.90
		\$	47,372,726	51,000,745	-	9,082,126	47,372,726	60,082,871
		Perm	7.00	7.00	-	-	7.00	7.00
		Temp	3.00	3.00	-	-	3.00	3.00
Interdepartmental Transfers		\$	3,801,275	3,884,641	-	-	3,801,275	3,884,641
		Perm	41.20	41.20	-	3.80	41.20	45.00
Revolving Funds		Temp	-	-	-	-	-	-
		\$	210,661,846	210,858,231	-	250,891	210,661,846	211,109,122
		Perm	2,624.12	2,624.12	-	27.00	2,624.12	2,651.12
		Temp	598.30	595.80	-	(4.50)	598.30	591.30
<b>Total Requirements</b>		\$	987,368,108	1,000,911,918	-	24,371,115	987,368,108	1,025,283,033

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Realigns the budget to reflect necessary operating requirements via trade-off/transfer requests.
2. Adjusts expenditure ceiling to reflect anticipated federal grant awards.
3. Increases general funds by \$2,829,923 to increase state match for the Intellectual/Developmental Disability Home and Community Based Service waiver.
4. Increases general funds by \$4,728,446 to cover projected deficits for Hawaii State Hospital.
5. Increases general funds by \$4,145,695 for the Kupuna care program.
6. Adds 2.00 permanent positions and \$1,753,283 to continue the Aging and Disability Resource Centers program.
7. Increases general funds by \$1,968,000 for lease rent for various programs at the Army and Air Force Exchange Service (AAFES) building due to change in ownership of the building to the Office of Hawaiian Affairs.
8. Adds \$1,807,857 (\$1,780,327 in general funds and \$27,350 in special funds) for office relocation costs for various programs from AAFES to Kamamalu and Waimano Ridge.
9. Adds 3.00 permanent positions and \$88,362 to provide inspection, evaluation, and oversight of remedial and preventative measures for Red Hill and enforcement of the Administrative Order on Consent.
10. Adds 3.00 temporary positions and \$252,000 for the Clean and Sober Homes Registry program.
11. Adds \$100,000 for the statewide health planning initiative and state health functional plan pursuant to Chapter 226, HRS.

12. Adds \$90,000 for a data management system for the Office of Environmental Quality Control.
13. Adds 7.00 permanent positions and \$460,321 (4.80 permanent positions and \$289,966 in general funds and 2.20 permanent positions and \$170,355 in other federal funds) for certification and licensing for the Office of Health Care Assurance.
14. Adds \$423,600 to upgrade various health systems (\$250,000 for an electronic health record system for Developmental Disabilities and \$173,600 for a data analysis platform for the Child and Adolescent Mental Health program).
15. Adds \$550,000 in special funds for greenhouse gas emissions inventory data pursuant to Act 234, SLH 2007 and Chapter 342B, HRS for the Clean Air Special Fund.
16. Adds 2.00 permanent positions and \$181,180 to manage the Drinking Water and Clean Water State Revolving Fund programs.
17. Adds \$8,430,783 in other federal funds for the Maternal and Infant Early Childhood Home Visitation Expansion Grant.

**Department of Health  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	10,500,000	4,000,000	-	181,892,000	10,500,000	185,892,000
Federal Funds	19,704,000	19,704,000	-	-	19,704,000	19,704,000
<b>Total Requirements</b>	<b>30,204,000</b>	<b>23,704,000</b>	<b>-</b>	<b>181,892,000</b>	<b>30,204,000</b>	<b>205,596,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Adds \$160,500,000 to construct a new patient care facility at Hawaii State Hospital, Oahu.
2. Adds \$6,751,000 for Hilo Counseling Center and Keawe Health Center Improvements, Hawaii.
3. Adds \$6,515,000 for Waimano Ridge Improvements to Buildings and Site, Oahu.
4. Adds \$3,597,000 for Diamond Head Health Center, Air Conditioning System Improvements, Phase 2, Oahu.

This page is intentionally left blank

**Department of Health - Hawaii Health Systems Corporation**  
**Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
Funding Sources:	Positions	Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
	General Funds	\$	107,440,000	86,440,000	-	-	107,440,000	86,440,000
		Perm	2,835.25	2,835.25	-	-	2,835.25	2,835.25
	Special Funds	Temp	-	-	-	-	-	-
		\$	556,636,816	562,579,754	-	-	556,636,816	562,579,754
		Perm	2,835.25	2,835.25	-	-	2,835.25	2,835.25
		Temp	-	-	-	-	-	-
	Total Requirements		\$	664,076,816	649,019,754	-	-	664,076,816

**Highlights:** (general funds and FY 17 unless otherwise noted)  
None.

**Department of Health - Hawaii Health Systems Corporation**  
**Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	20,000,000	12,000,000	-	6,500,000	20,000,000	18,500,000
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>20,000,000</b>	<b>12,000,000</b>	<b>-</b>	<b>6,500,000</b>	<b>20,000,000</b>	<b>18,500,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Adds \$3,000,000 in FY 17 for Chilled Water HVAC Units Replacement at Kona Community Hospital.
2. Adds \$3,500,000 in FY 17 for Wastewater Treatment Expansion at Kona Community Hospital.

# DEPARTMENT OF HUMAN RESOURCES DEVELOPMENT

## Department Summary

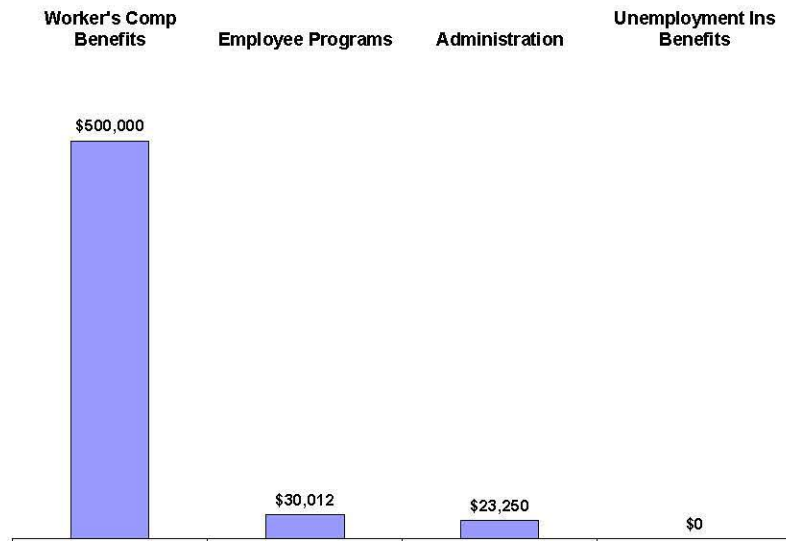
### ***Mission Statement***

To provide timely and responsive leadership, resources, and services to fully support the State in the recruitment, management, and retention of a high-performing workforce.

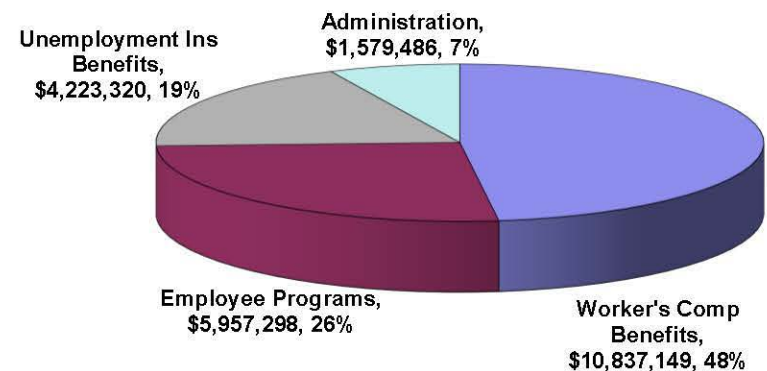
### ***Department Goals***

To maximize employee productivity and performance toward excellence in human resources development; increase the effectiveness and efficiency of the State's Human Resources system to maximize productivity and performance toward excellence; and promote proactive State Workforce Planning.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## **DEPARTMENT OF HUMAN RESOURCES DEVELOPMENT MAJOR FUNCTIONS**

- Administers the State human resources program, provides administrative support services to statutorily and executively assigned commissions and boards, and represents the State on other commissions and committees.
- Plans, organizes, directs and coordinates the various activities of the State human resources program in personnel development and training, recruitment, examination, position classification, pay administration, workers' compensation payments, and labor relations within the scope of laws, rules and established policies.
- Develops and administers classification and compensation system(s) for civil service positions including the establishment and maintenance of classes and their experience and training requirements; the pricing of classes; and the assignment of positions to classes, bargaining units and other administrative units.
- Establishes and maintains statewide policies, procedures, programs, and services that provide guidance and support to the line departments of the Executive Branch with regard to employee relations, employee benefits programs; reports on the workforce composition and employment trends; and statewide employee development programs.
- Plans and administers statewide (except for DOE and UH) workers' compensation program, claims management, Return to Work Priority Program, and a safety and accident prevention program.
- Conducts statewide staffing and consultative advisory services, including human resources research and development projects to forecast, plan for and effectuate effective staffing strategies before staffing issues become acute or impact public services; implements strategies to attract and retain employees by competitively filling positions, and develops and administers a statewide recruitment program.

## **MAJOR PROGRAM AREAS**

The Department of Human Resources Development has a program in the following major program area:

### **Government-Wide Support**

HRD 102      Work Force Attraction, Selection,  
                    Classification, and Effectiveness

HRD191      Supporting Services-Human Resources  
                    Development

**Department of Human Resources Development**  
**Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	97.00	97.00	-	-	97.00	97.00
		Temp	-	-	-	-	-	-
General Funds		\$	16,073,362	16,282,710	-	553,262	16,073,362	16,835,972
		Perm	-	-	-	-	-	-
Special Funds		Temp	-	-	-	-	-	-
		\$	700,000	700,000	-	-	700,000	700,000
		Perm	1.00	1.00	-	-	1.00	1.00
		Temp	-	-	-	-	-	-
Interdepartmental Transfers		\$	5,061,281	5,061,281	-	-	5,061,281	5,061,281
		Perm	98.00	98.00	-	-	98.00	98.00
<b>Total Requirements</b>		Temp	-	-	-	-	-	-
		\$	21,834,643	22,043,991	-	553,262	21,834,643	22,597,253

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Increases \$500,000 to provide additional funding for workers' compensation payments.

**Department of Human Resources Development  
Capital Improvements Budget**

	<b>Act 119/2015 FY 2016</b>	<b>Act 119/2015 FY 2017</b>	<b>FY 2016 Adjustments</b>	<b>FY 2017 Adjustments</b>	<b>Total FY 2016</b>	<b>Total FY 2017</b>
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	-	-	-	-	-	-
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	-	-	-	-	-	-

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)  
None.

# DEPARTMENT OF HUMAN SERVICES

## Department Summary

### ***Mission Statement***

To provide timely, efficient and effective programs, services and benefits for the purpose of achieving the outcome of empowering Hawaii's most vulnerable people; and to expand their capacity for self-sufficiency, self-determination, independence, healthy choices, quality of life and personal dignity.

### ***Department Goals***

Customers First

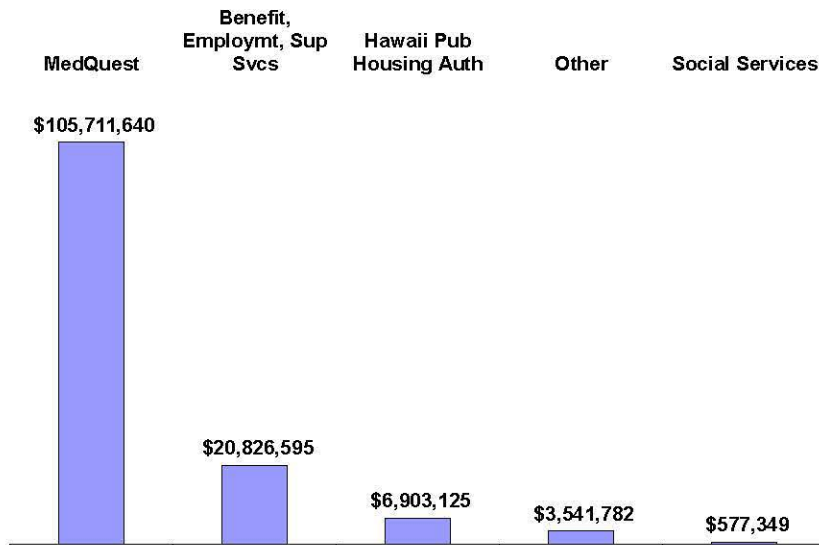
Accountability for Outcomes

Provide Self-Sufficiency Options

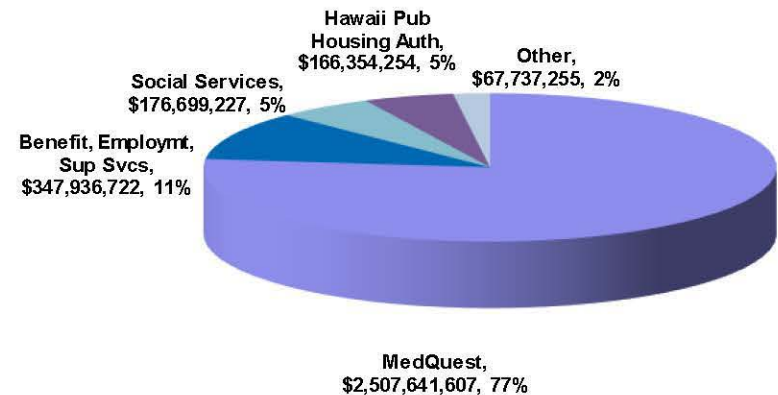
Personal Responsibility for Actions

Partnering to Create Opportunities

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF HUMAN SERVICES MAJOR FUNCTIONS

- Provides employment related services, childcare services, and economic assistance to eligible families and individuals.
- Provides medical assistance programs to eligible families and individuals.
- Provides child welfare and adult and community care services to eligible families and individuals.
- Provides a continuum of prevention, rehabilitation and treatment services and programs for at risk youth.
- Serves as a catalyst to provide Hawaii residents with affordable housing and shelter.
- Administers programs of vocational rehabilitation, independent living rehabilitation, services for the blind, and disability determination.

## MAJOR PROGRAM AREAS

The Department of Human Services has programs in the following major program areas:

<b>Employment</b>					
HMS 802	Vocational Rehabilitation	HMS 236	Case Management for Self-Sufficiency	HMS 601	Adult and Community Care Services
<b>Social Services</b>		HMS 237	Employment and Training	HMS 605	Community-Based Residential Support
HMS 202	Aged, Blind and Disabled Payments	HMS 238	Disability Determination	HMS 901	General Support for Social Services
HMS 204	General Assistance Payments	HMS 301	Child Protective Services	HMS 902	General Support for Health Care Payments
HMS 206	Federal Assistance Payments	HMS 302	General Support for Child Care	HMS 903	General Support for Self Sufficiency Services
HMS 211	Cash Support for Families-Self-Sufficiency	HMS 303	Child Protective Services Payments	HMS 904	General Administration (DHS)
HMS 220	Rental Housing Services	HMS 305	Cash Support for Child Care		
HMS 222	Rental Assistance Services	HMS 401	Health Care Payments	<b>Individual Rights</b>	
HMS 224	Homeless Services	HMS 501	In-Community Youth Programs	HMS 888	Commission on the Status of Women
HMS 229	HPHA Administration	HMS 503	Hawaii Youth Correctional Facility (HYCF)		

**Department of Human Services  
Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	1,129.57	1,129.57	-	34.90	1,129.57	1,164.47
		Temp	21.59	21.59	-	7.34	21.59	28.93
General Funds		\$	1,165,722,528	1,190,956,111	-	57,461,500	1,165,722,528	1,248,417,611
		Perm	0.56	0.56	-	-	0.56	0.56
		Temp	-	-	-	-	-	-
Special Funds		\$	5,939,604	4,204,179	-	-	5,939,604	4,204,179
		Perm	1,068.12	1,068.12	-	(8.40)	1,068.12	1,059.72
		Temp	101.41	101.41	-	(15.34)	101.41	86.07
Federal Funds		\$	1,825,150,955	1,898,605,651	-	75,392,942	1,825,150,955	1,973,998,593
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Other Federal Funds		\$	17,731,799	17,731,799	-	157,413	17,731,799	17,889,212
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Private Contributions		\$	10,000	10,000	-	-	10,000	10,000
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
Interdepartmental Transfers		\$	7,659,859	7,177,821	-	-	7,659,859	7,177,821
		Perm	43.00	43.00	-	64.00	43.00	107.00
		Temp	20.00	20.00	-	-	20.00	20.00
Revolving Funds		\$	10,083,864	10,123,013	-	4,548,636	10,083,864	14,671,649
		Perm	2,241.25	2,241.25	-	90.50	2,241.25	2,331.75
		Temp	143.00	143.00	-	(8.00)	143.00	135.00
<b>Total Requirements</b>			\$ 3,032,298,609	3,128,808,574	-	137,560,491	3,032,298,609	3,266,369,065

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Increases \$900,000 to expand the Med-QUEST Division's Premium Assistance Program to cover health care consumers earning up to 138% of the federal poverty level.
2. Adds \$4,878,120 for second-year funding for Autism Spectrum Disorder services for Medicaid children.
3. Adds \$8,000,000 for second-year funding for the treatment of chronic Hepatitis C infections for Medicaid clients.
4. Adds \$4,799,926 to restore Adult Dental Benefits for Medicaid clients.
5. Increases \$4,294,333 to pay the Medicare Part B premium increase for qualified Medicaid clients.
6. Adds \$5,905,962 and \$17,717,886 in federal funds for the Maintenance and Operations expenses for the Department's integrated eligibility computer system.
7. Increases \$8,700,000 for the Homeless Services Program for additional homeless outreach services, immediate housing programs, temporary shelter support and other homeless initiatives.
8. Increases \$293,736 and 3.00 temporary exempt positions and 2.00 permanent positions to support the Governor's initiatives on homelessness.
9. Increases \$90,000 for the Older Individuals who are Blind program in the Division of Vocational Rehabilitation.

10. Adds \$331,012 and \$110,337 in federal funds for the Child Welfare Services program to offset tuition and other expenses for University of Hawaii students who are enrolled in the Masters of Social Work program.
11. Adds \$6,000,000 for the Pre-School Open Doors program.
12. Adds \$3,000,000 for second-year funding for the Hawaii Public Housing Authority (HPHA) for State Family and State Elderly housing facilities.
13. Reduces federal funds by \$1,771,095, 16.00 permanent and 13.00 temporary positions, and increases general funds by \$1,125,584, 22.00 permanent and 7.00 temporary positions, to convert the HPHA's administrative positions from federal funds to general funds to allow the HPHA to maximize the amount of federal funds used for Section 8 housing vouchers.
14. Increases \$4,548,636 in revolving funds and 64.00 permanent positions for HPHA to restore the positions previously "borrowed" to create the multi-skilled workforce, in accordance with Act 159, SLH 2012.
15. Adds \$299,020 and \$122,980 in federal funds for relocation expenses to move 52.00 departmental staff on Kauai from rented private office space to the newly renovated State Lihue Courthouse building.

**Department of Human Services  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	560,000	-	560,000
General Obligation Bonds	5,088,000	5,000,000	-	30,150,000	5,088,000	35,150,000
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>5,088,000</b>	<b>5,000,000</b>	<b>-</b>	<b>30,710,000</b>	<b>5,088,000</b>	<b>35,710,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Increases \$25,000,000 for Lump Sum Public Housing Improvements, and Renovations, Statewide for the Hawaii Public Housing Authority (HPHA).
2. Adds \$6,000,000 for HPHA to expedite the repair of vacant units.
3. Converts funding for CIP staff costs from general obligation bond funds to general funds.

This page is intentionally left blank

# DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS

## Department Summary

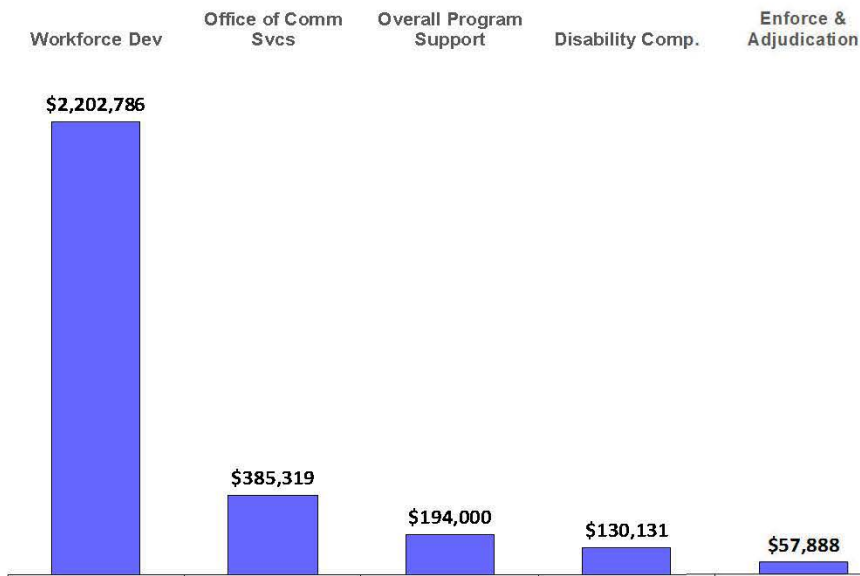
### ***Mission Statement***

To increase the economic security, physical and economic well being and productivity of workers and achieve industrial peace.

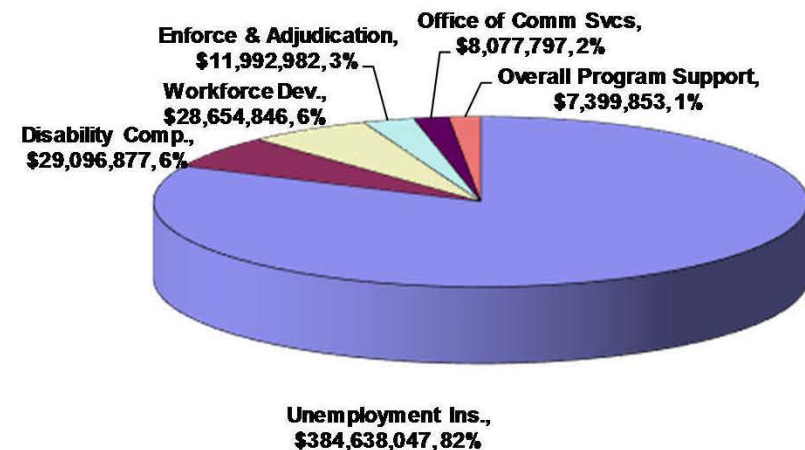
### ***Department Goals***

To promote access to employment and assess the needs and skills of the workforce; to alleviate the economic hardship of workers during periods of disability or temporary unemployment; to protect the employment rights of workers and to assure a safe and healthy workplace; to develop, deliver and coordinate information to meet labor market supply and demand; and to promote the harmonious working relationship between business, labor, educators, and government agencies.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS MAJOR FUNCTIONS

- Administers federal and State programs designed to improve the economic security, occupational safety and health, working conditions, and productivity of workers, and maintain favorable labor-management relationships throughout the State.
- Administers comprehensive employment and training services to both job seekers and employers through a system of employment offices located statewide.
- Administers the State Unemployment Insurance program. Ensures that fair hearings before impartial appeals referees are provided to employers and claimants with respect to determinations made by the department regarding unemployment insurance benefits, disaster unemployment insurance, and other security decisions.
- Administers and enforces the State's occupational safety and health laws.
- Administers all activities pertinent to the management of the Workers' Compensation, Temporary Disability Insurance, and Prepaid Health Care laws and programs.
- Administers and enforces State labor laws dealing with wages and other compensation, hours, child labor, family leave, and related rules and regulations.
- Conducts program, labor market, and economic research to augment and enhance management decisions and policy making capabilities.

## MAJOR PROGRAM AREAS

The Department of Labor and Industrial Relations has programs in the following major program area:

### Employment

LBR 111	Workforce Development
LBR 135	Workforce Development Council
LBR 143	Hawaii Occupational Safety and Health Program
LBR 152	Wage Standards Program
LBR 153	Hawaii Civil Rights Commission
LBR 161	Hawaii Labor Relations Board
LBR 171	Unemployment Insurance Program

LBR 183	Disability Compensation Program
LBR 812	Labor and Industrial Relations Appeals Board
LBR 871	Employment Security Appeals Referees' Office
LBR 901	Research and Statistics
LBR 902	General Administration
LBR 903	Office of Community Services

**Department of Labor and Industrial Relations**  
**Operating Budget**

			Act 119/2015	Act 119/2015	FY 2016	FY 2017	Total	Total
			FY 2016	FY 2017	Adjustments	Adjustments	FY 2016	FY 2017
Funding Sources:	Positions	Perm	181.11	181.11	-	8.00	181.11	189.11
		Temp	11.12	11.12	-	3.00	11.12	14.12
General Funds		\$	17,765,118	15,595,572	-	382,019	17,765,118	15,977,591
		Perm	31.00	31.00	-	(9.00)	31.00	22.00
Special Funds		Temp	17.00	17.00	-	5.00	17.00	22.00
		\$	394,128,068	394,155,402	-	(381,846,406)	394,128,068	12,308,996
		Perm	379.75	379.75	-	(42.88)	379.75	336.87
		Temp	128.50	128.50	-	(111.50)	128.50	17.00
Federal Funds		\$	44,512,444	45,372,804	-	3,905,302	44,512,444	49,278,106
		Perm	77.64	77.64	-	(5.07)	77.64	72.57
		Temp	8.88	8.88	-	(1.00)	8.88	7.88
Other Federal Funds		\$	8,887,349	8,923,180	-	(1,322,197)	8,887,349	7,600,983
		Perm	-	-	-	9.00	-	9.00
		Temp	-	-	-	5.00	-	5.00
Trust Funds		\$	-	-	-	381,851,406	-	381,851,406
		Perm	-	-	-	-	-	-
		Temp	20.00	20.00	-	-	20.00	20.00
Interdepartmental Transfers		\$	2,753,875	2,773,320	-	-	2,753,875	2,773,320
		Perm	-	-	-	-	-	-
		Temp	0.50	0.50	-	-	0.50	0.50
Revolving Funds		\$	70,000	70,000	-	-	70,000	70,000
		Perm	669.50	669.50	-	(39.95)	669.50	629.55
		Temp	186.00	186.00	-	(99.50)	186.00	86.50
Total Requirements		\$	468,116,854	466,890,278	-	2,970,124	468,116,854	469,860,402

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Adds 1.00 permanent position and \$28,584 in the Disability Compensation Program to support registration and certification requirements for the Professional Employer Organization program.
2. Adds 2.00 permanent positions and \$50,772 in the Disability Compensation Program to enforce provisions of the Prepaid Health Care Act, Workers' Compensation Law, and Temporary Disability Insurance Law.
3. Adds 1.00 permanent position and \$32,500 in the Labor and Industrial Relations Appeals Board to address appeals backlog.
4. Adds 1.00 permanent position and \$25,388 in the Hawaii Civil Rights Commission to enforce discrimination laws.
5. Reclassifies both the Unemployment Compensation Trust Fund and the Special Compensation Fund from special fund to trust fund to comply with Act 100, SLH 2013.

**Department of Labor and Industrial Relations  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
Special Funds	-	-	-	-	-	-
General Obligation Bonds	9,090,000	-	-	-	9,090,000	-
Federal Funds	-	-	-	-	-	-
Interdepartmental Transfers	-	-	-	-	-	-
<b>Total Requirements</b>	<b>9,090,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,090,000</b>	<b>-</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)  
None.

# DEPARTMENT OF LAND AND NATURAL RESOURCES

## Department Summary

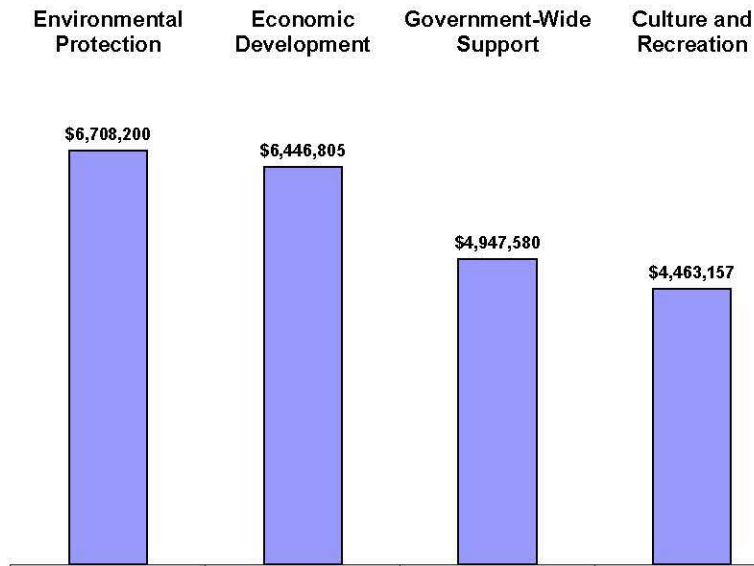
### ***Mission Statement***

To enhance, protect, conserve, and manage Hawaii's unique and limited natural, cultural and historic resources held in public trust for current and future generations for the people of Hawaii nei, and its visitors, in partnership with others in the public and private sectors.

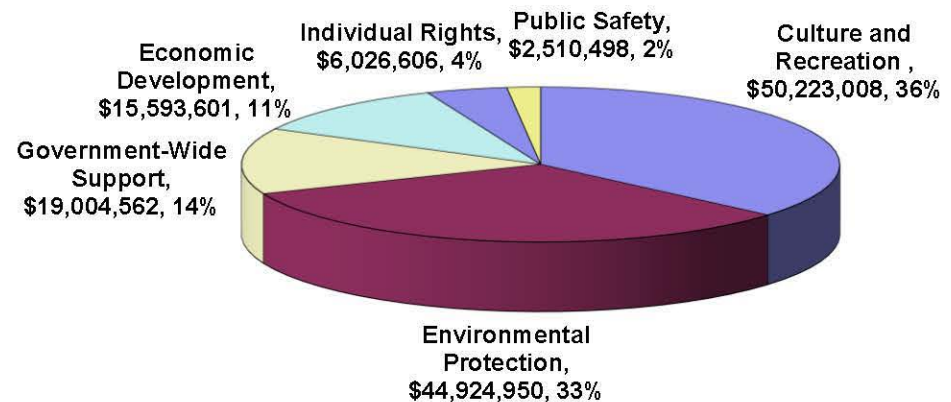
### ***Department Goals***

To seek, develop and implement cost-effective strategies for the long-term sustainable management, maintenance, protection and utilization of existing and potential, ocean, land, natural and cultural resources of the State of Hawaii in an integrated manner and in partnership with others from the public and private sectors. Additionally, prevent the establishment of invasive species detrimental to native habitats, while promoting responsible use, understanding, and respect for Hawaii's resources.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## DEPARTMENT OF LAND AND NATURAL RESOURCES

### MAJOR FUNCTIONS

- Implement programs to conserve, protect, develop and utilize the State's natural and cultural resources.
- Preserve and enhance native and indigenous fish and other aquatic species and their habitats for residents and visitors.
- Promote the safe and responsible use of Hawaii's natural resources through firm, fair and effective law enforcement.
- Provide accurate, timely and permanent system of registering and recording land title and related documents and maps.
- Manage the conservation, protection, planning, and utilization of the State's water resources for social, economic and environmental requirements.
- Provide safe and enjoyable recreation opportunities.
- Develop and maintain a comprehensive program of historic preservation to promote the use and conservation of historical and cultural sites.
- Collects and disseminates data relating to natural resources. Cooperates and partners with public and private agencies to maximize funding leverage.

### MAJOR PROGRAM AREAS

The Department of Land and Natural Resources has programs in the following major program areas:

#### **Economic Development**

- LNR 141 Water and Land Development
- LNR 153 Fisheries Management
- LNR 172 Forestry-Resource Management and Development

#### **Environmental Protection**

- LNR 401 Ecosystem Protection and Restoration
- LNR 402 Native Resources and Fire Protection Program
- LNR 404 Water Resources
- LNR 405 Conservation and Resources Enforcement
- LNR 407 Natural Area Reserves and Watershed Management
- LNR 906 LNR-Natural and Physical Environment

#### **Culture and Recreation**

- LNR 801 Ocean-Based Recreation
- LNR 802 Historic Preservation
- LNR 804 Forest and Outdoor Recreation
- LNR 805 District Resource Management
- LNR 806 Parks Administration and Operation

#### **Public Safety**

- LNR 810 Prevention of Natural Disasters

#### **Individual Rights**

- LNR 111 Conveyances and Recordings

#### **Government Wide Support**

- LNR 101 Public Lands Management

**Department of Land and Natural Resources  
Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>	Positions	Perm	426.25	426.25	-	30.75	426.25	457.00
		Temp	72.25	72.25	-	(20.25)	72.25	52.00
	General Funds	\$	31,408,520	30,954,874	-	6,186,866	31,408,520	37,141,740
		Perm	332.00	332.00	-	9.00	332.00	341.00
		Temp	10.25	10.25	-	(6.00)	10.25	4.25
	Special Funds	\$	60,853,735	60,578,583	-	11,645,180	60,853,735	72,223,763
		Perm	22.75	22.75	-	2.75	22.75	25.50
		Temp	15.50	15.50	-	(0.75)	15.50	14.75
	Federal Funds	\$	11,708,038	12,144,461	-	731,135	11,708,038	12,875,596
		Perm	7.50	7.50	-	-	7.50	7.50
		Temp	16.50	15.50	-	(4.50)	16.50	11.00
	Other Federal Funds	\$	16,696,175	9,151,175	-	3,964,669	16,696,175	13,115,844
		Perm	-	-	-	0.50	-	0.50
		Temp	1.50	1.50	-	(0.50)	1.50	1.00
	Trust Funds	\$	380,701	418,348	-	37,892	380,701	456,240
		Perm	-	-	-	-	-	-
		Temp	11.00	11.00	-	-	11.00	11.00
	Interdepartmental Transfers	\$	1,846,262	1,846,262	-	-	1,846,262	1,846,262
		Perm	-	-	-	-	-	-
		Temp	2.00	2.00	-	-	2.00	2.00
	Revolving Funds	\$	621,153	625,780	-	-	621,153	625,780
		Perm	788.50	788.50	-	43.00	788.50	831.50
		Temp	129.00	128.00	-	(32.00)	129.00	96.00
<b>Total Requirements</b>		\$	123,514,584	115,719,483	-	22,565,742	123,514,584	138,285,225

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Increases \$4,000,000 in special funds to host the 2016 International Union for Conservation of Nature World Conservation Congress.
2. Adds \$1,500,000 for United States Geological Survey Study on Hawaii Streams.
3. Adds \$1,205,000 for equipment and motor vehicles for the Division of Forestry.
4. Increases \$3,000,000 in special funds for improvements to various State recreational and natural resources.
5. Increases \$1,450,000 in special funds for State Parks operational funding.
6. Increases \$1,700,000 in special funds for the Legacy Land Conservation Program to acquire additional lands.
7. Adds 6.00 permanent FTE and \$149,420 in the State Historic Preservation Division.
8. Adds \$2,000,000 for Aloha + Challenge sustainability projects.
9. Adjusts expenditure ceiling to reflect anticipated federal grant awards.
10. Realigns the budget to reflect necessary operating requirements via trade-off/transfer requests.

**Department of Land and Natural Resources**  
**Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	2,141,000	-	2,141,000
Special Funds	1,000,000	1,250,000	-	-	1,000,000	1,250,000
General Obligation Bonds	38,363,000	18,953,000	-	19,870,000	38,363,000	38,823,000
Federal Funds	2,325,000	1,250,000	-	-	2,325,000	1,250,000
Other Federal Funds	-	-	-	-	-	-
Private Contributions	-	1,750,000	-	750,000	-	2,500,000
County Funds	-	-	-	5,000,000	-	5,000,000
Trust Funds	-	3,000,000	-	-	-	3,000,000
<b>Total Requirements</b>	<b>41,688,000</b>	<b>26,203,000</b>	<b>-</b>	<b>27,761,000</b>	<b>41,688,000</b>	<b>53,964,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Adds \$8,000,000 in FY 17 for Ala Wai Canal Dredging, Oahu.
2. Increases \$6,000,000 in FY 17 for Park Improvements, Statewide.
3. Adds \$5,000,000 in County Funds in FY 17 for Dam Assessments, Maintenance and Remediation, Statewide.
4. Increases \$4,143,000 in FY 17 for Watershed Initiative, Statewide.
5. Adds \$2,000,000 in FY 17 for Deep Monitor Wells, Statewide.
6. Adds \$2,000,000 in FY 17 for Hilo Forest Reserve, Land Acquisition, Hawaii.
7. Converts funding for CIP staff costs from general obligation bond funds to general funds.

# OFFICE OF THE LIEUTENANT GOVERNOR

## Department Summary

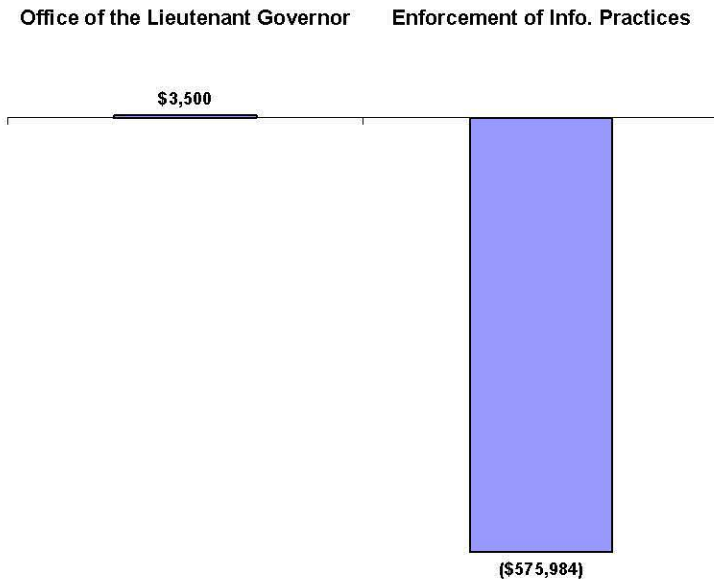
### ***Mission Statement***

To enhance the efficiency and effectiveness of state programs by providing leadership and executive management.

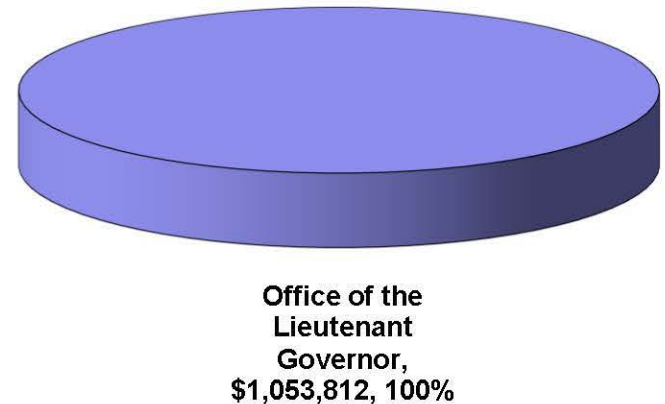
### ***Department Goals***

To provide effective leadership and executive management, and protect the public's interest by ensuring that government processes are open.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## **OFFICE OF THE LIEUTENANT GOVERNOR MAJOR FUNCTIONS**

- Exercise the executive powers whenever the Governor is absent from the State or unable to exercise and discharge the powers and duties of the office.
- Perform duties and undertake projects assigned by the Governor.
- Serve as the Secretary of State for intergovernmental relations.

## **MAJOR PROGRAM AREAS**

The Office of the Lieutenant Governor has a program in the following major program area:

### **Government-Wide Support**

LTG 100      Office of the Lieutenant Governor

**Office of the Lieutenant Governor  
Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
Funding Sources:	Positions	Perm	9.00	9.00	-	(6.00)	9.00	3.00
		Temp	13.50	13.50	-	(2.50)	13.50	11.00
	General Funds	\$	1,596,179	1,626,296	-	(572,484)	1,596,179	1,053,812
		Perm	9.00	9.00	-	(6.00)	9.00	3.00
		Temp	13.50	13.50	-	(2.50)	13.50	11.00
		Total Requirements	\$	1,596,179	1,626,296	-	(572,484)	1,596,179

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Transfer-out 6.00 permanent positions and 2.50 temporary positions and \$575,984 for the Office of Information Practices' relocation from the Office of the Lieutenant Governor to the Department of Accounting and General Services, pursuant to Act 92, SLH 2015.

**Office of the Lieutenant Governor  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	-	-	-	-	-	-
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	-	-	-	-	-	-

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)  
None.

# DEPARTMENT OF PUBLIC SAFETY

## Department Summary

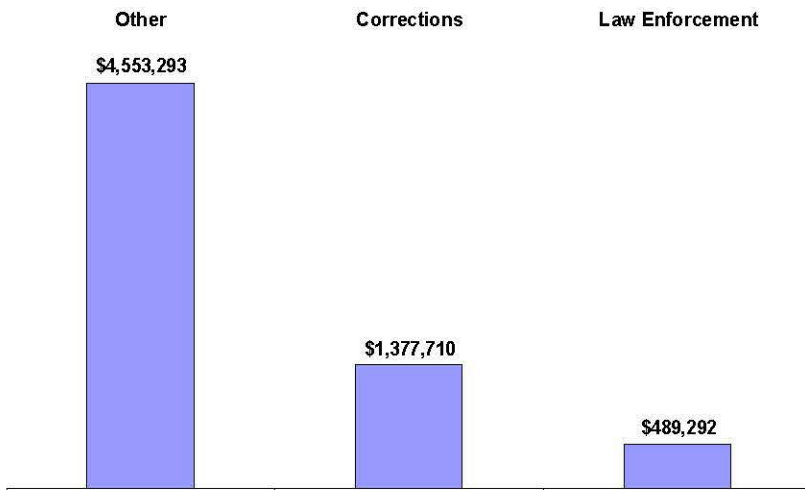
### ***Mission Statement***

To uphold justice and public safety by providing correctional and law enforcement services to Hawaii's communities with professionalism, integrity and fairness.

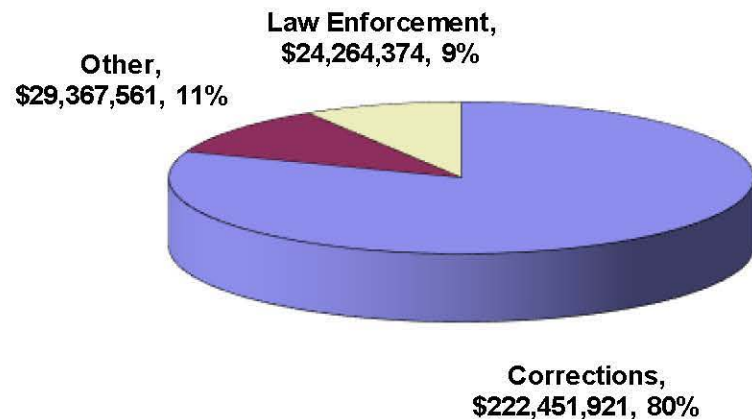
### ***Department Goals***

To protect the individual and property from injury and loss caused by criminal actions by providing and coordinating services, facilities, security, and law enforcement to preserve the peace; to prevent and deter crimes; to detect, apprehend, detain, and rehabilitate criminals; and, where appropriate, to compensate victims of crime.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## **DEPARTMENT OF PUBLIC SAFETY MAJOR FUNCTIONS**

- Administer various public safety programs that are designed to prevent and deter criminal acts, and to incarcerate and rehabilitate criminal offenders.
- Administer the operations of eight correctional institutions throughout the State for the custody and care of offenders detained or committed by the courts to the department in safe, clean, and humane conditions of confinement.
- Provide a continuum of treatment programs and services to facilitate the reintegration of inmates into the community.
- Administer a correctional industries program which employs inmates in work programs that produce goods and services for government agencies and nonprofit organizations, and affords inmates job training and work experience to enhance their employment prospects when they return to the community.
- Determine minimum terms of imprisonment for convicted felons; grant release of felons from institutions under conditions of parole; and report on petitions for pardon referred by the Governor.
- Administer diversionary programs as well as alternatives to incarceration; conduct bail evaluations; and supervises offenders conditionally released by the courts.
- Administer statewide law enforcement programs that protect the public as well as safeguard State property and facilities; enforces laws, rules, and regulations to prevent and control crime; and provides law enforcement services at the Honolulu International Airport.
- Regulate the manufacture, distribution, sale, prescription, and dispensing of controlled substances in the State by issuing applications and permits to conduct transactions; and investigates and enforces laws, rules and regulations relative to controlled substances.
- Mitigate the suffering and losses of victims and survivors of certain crimes by providing them with compensation for crime related losses; and, compensate private citizens (Good Samaritans) who suffer personal injury or property damage in the course of preventing a crime or apprehending a criminal.

## MAJOR PROGRAM AREAS

The Department of Public Safety has programs in the following major program area:

### **Public Safety**

#### Corrections

PSD 402	Halawa Correctional Facility
PSD 403	Kulani Correctional Facility
PSD 404	Waiawa Correctional Facility
PSD 405	Hawaii Community Correctional Center
PSD 406	Maui Community Correctional Center
PSD 407	Oahu Community Correctional Center
PSD 408	Kauai Community Correctional Center
PSD 409	Women's Community Correctional Center
PSD 410	Intake Service Centers
PSD 420	Corrections Program Services
PSD 421	Health Care
PSD 422	Hawaii Correctional Industries
PSD 808	Non-State Facilities

#### Law Enforcement

PSD 502	Narcotics Enforcement
PSD 503	Sheriff

#### Other

PSD 611	Adult Parole Determinations
PSD 612	Adult Parole Supervision and Counseling
PSD 613	Crime Victim Compensation Commission
PSD 900	General Administration

This page is intentionally left blank

**Department of Public Safety  
Operating Budget**

			Act 119/2015	Act 119/2015	FY 2016	FY 2017	Total	Total
			FY 2016	FY 2017	Adjustments	Adjustments	FY 2016	FY 2017
Funding Sources:	Positions	Perm	2,632.10	2,632.10	-	23.00	2,632.10	2,655.10
		Temp	5.00	5.00	-	(5.00)	5.00	-
General Funds		\$	243,244,983	247,378,230	-	6,120,295	243,244,983	253,498,525
		Perm	8.00	8.00	-	-	8.00	8.00
Special Funds		Temp	-	-	-	-	-	-
		\$	2,950,860	2,969,829	-	-	2,950,860	2,969,829
Federal Funds		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
		\$	1,315,989	1,315,989	-	300,000	1,315,989	1,615,989
		Perm	-	-	-	-	-	-
Other Federal Funds		Temp	1.00	1.00	-	-	1.00	1.00
		\$	1,059,315	1,059,315	-	-	1,059,315	1,059,315
County Funds		Perm	-	-	-	-	-	-
		Temp	3.00	3.00	-	-	3.00	3.00
		\$	209,721	209,721	-	-	209,721	209,721
		Perm	-	-	-	-	-	-
Trust Funds		Temp	-	-	-	-	-	-
		\$	75,065	75,065	-	-	75,065	75,065
		Perm	59.00	59.00	-	-	59.00	59.00
		Temp	-	-	-	-	-	-
Interdepartmental Transfers		\$	5,495,624	5,495,624	-	-	5,495,624	5,495,624
		Perm	10.00	10.00	-	-	10.00	10.00
Revolving Funds		Temp	42.00	42.00	-	-	42.00	42.00
		\$	11,131,174	11,159,788	-	-	11,131,174	11,159,788
		Perm	2,709.10	2,709.10	-	23.00	2,709.10	2,732.10
		Temp	51.00	51.00	-	(5.00)	51.00	46.00
Total Requirements		\$	265,482,731	269,663,561	-	6,420,295	265,482,731	276,083,856

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Adds 1.00 permanent position to reflect the Public Information Officer (unbudgeted position).
2. Adds \$4,311,673 for lease/rent and administrative offices relocation costs out of the AAFES building due to change in ownership of the building to the Office of Hawaiian Affairs.
3. Adds 12.00 permanent positions (Deputy Sheriffs) and \$400,445 for increased security of the State Capitol and Civic Center area.
4. Adds 5.00 permanent positions (Social Service Assistants) and \$163,965 for the new electronic monitoring program for furloughed inmates.
5. Adds \$284,228 for physician malpractice insurance as a result of the Slingluff vs. State of Hawaii ruling.
6. Adds \$162,354 for physician salary increases necessary to provide competitive rates with the private sector and reduce high physician vacancies.

**Department of Public Safety  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	8,500,000	12,500,000	-	84,500,000	8,500,000	97,000,000
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>8,500,000</b>	<b>12,500,000</b>	<b>-</b>	<b>84,500,000</b>	<b>8,500,000</b>	<b>97,000,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Adds \$4,500,000 for Lump Sum CIP for Waiawa Correctional Facility for maintenance, repairs and related projects.
2. Adds \$6,500,000 for Lump Sum CIP for Oahu Community Correctional Center for maintenance, repairs and related projects.
3. Adds \$8,500,000 for Lump Sum CIP for Women's Community Correctional Center for maintenance, repairs and related projects.
4. Adds \$7,000,000 for Lump Sum CIP for Kauai Community Correctional Center (KCCC) for maintenance, repairs and related projects.
5. Adds \$3,500,000 for Lump Sum CIP for Maui Community Correctional Center (MCCC) for maintenance, repairs and related projects.
6. Adds \$9,500,000 for Lump Sum CIP for Hawaii Community Correctional Center (HCCC) maintenance, repairs and related projects.
7. Adds \$15,000,000 each for KCCC, HCCC and MCCC (total \$45,000,000) for housing and associated support offices and spaces projects.

# DEPARTMENT OF TAXATION

## Department Summary

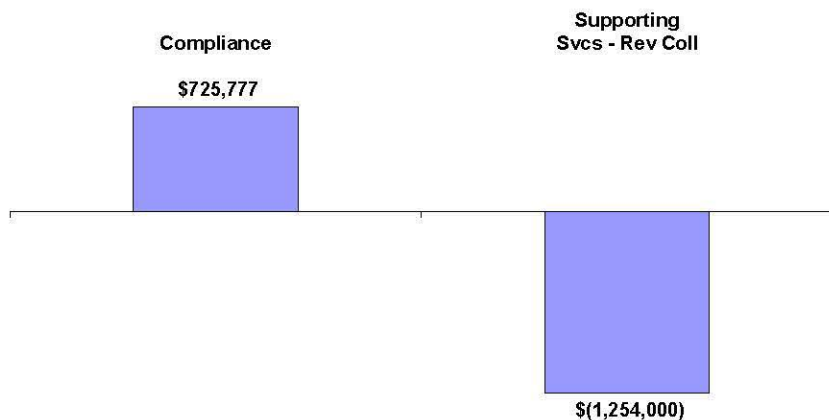
### ***Mission Statement***

To administer the tax laws of the State of Hawaii in a consistent, uniform and fair manner.

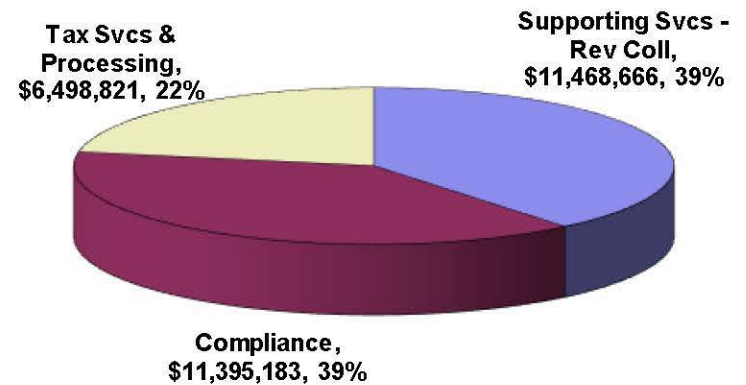
### ***Department Goals***

- 1) Increase compliance among taxpayers through increased oversight, improved audit processes and taxpayer education
- 2) Reduce fraudulent tax filings through more aggressive enforcement utilizing criminal investigation and special enforcement
- 3) Provide effective and responsive customer service to all of our stakeholders
- 4) Empower and equip a productive and inclusive workforce

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## **DEPARTMENT OF TAXATION MAJOR FUNCTIONS**

- Administers and enforces the tax laws of Hawaii and the collection of taxes and other payments.
- Coordinates a centralized system for receiving and processing of all tax returns, payments and documents.
- Provides one-stop customer service, assistance and information on all taxes administered by the department to customers who walk in, call-in, correspond or e-mail.
- Administers a comprehensive and uniform compliance program based on self-assessment and voluntary compliance.
- Conducts audits and investigations of all types of tax returns.
- Conducts and enforces collection of delinquent taxes by appropriate collection procedures.
- Plans, organizes and coordinates a tax research and tax planning program.
- Provides administrative and research support to the Council on Revenues which prepares revenue estimates for the State on a quarterly basis.

## **MAJOR PROGRAM AREAS**

The Department of Taxation has a program in the following major program area:

### **Government-Wide Support**

TAX 100	Compliance
TAX 105	Tax Services and Processing
TAX 107	Supporting Services – Revenue Collection

**Department of Taxation  
Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
Funding Sources:	Positions	Perm	384.00	384.00	-	32.00	384.00	416.00
		Temp	144.00	144.00	-	(16.00)	144.00	128.00
		General Funds	\$	28,622,923	28,821,796	-	(528,223)	28,622,923
Special Funds		Perm	-	-	-	-	-	-
		Temp	6.00	6.00	-	1.00	6.00	7.00
		\$	1,063,104	1,069,097	-	-	1,063,104	1,069,097
		Perm	384.00	384.00	-	32.00	384.00	416.00
		Temp	150.00	150.00	-	(15.00)	150.00	135.00
Total Requirements		\$	29,686,027	29,890,893	-	(528,223)	29,686,027	29,362,670

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Adds 14.00 permanent positions and \$637,841 for the newly created Investigation Branch (which includes the creation of a new Tax Fraud Section).
2. Converts 16.00 temporary positions to permanent in the Tax Services and Processing Division.
3. Reduces \$1,428,000 from Tax System Modernization Project operating expenses.

**Department of Taxation  
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
General Obligation Bonds	472,000	-	-	-	472,000	-
Federal Funds	-	-	-	-	-	-
<b>Total Requirements</b>	472,000	-	-	-	472,000	-

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)  
None.

# DEPARTMENT OF TRANSPORTATION

## Department Summary

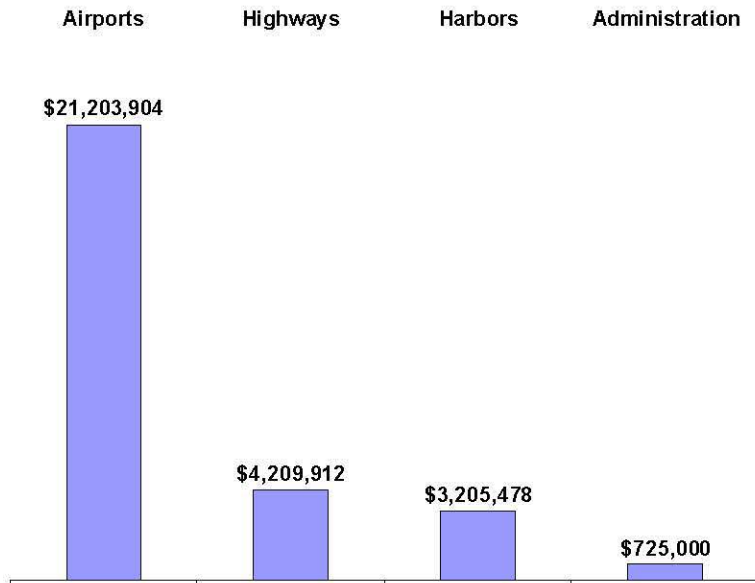
### ***Mission Statement***

To provide a safe, efficient, accessible, and inter-modal transportation system that ensures the mobility of people and goods, and enhances and/or preserves economic prosperity and the quality of life.

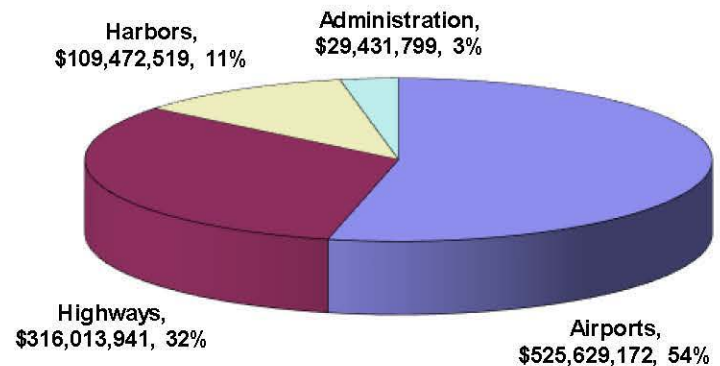
### ***Department Goals***

Achieve an integrated multi-modal transportation system through upgrades and expansions to assure mobility and accessibility to support and sustain cargo and passenger operations; ensure the safety and security of the air, land and water transportation systems; protect and enhance Hawaii's unique environment and improve the quality of life; support Hawaii's economic vitality; implement a statewide planning process that is comprehensive, cooperative and continuing; and improve the overall financial program through greater efficiency, development, management and oversight of revenue sources.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## **DEPARTMENT OF TRANSPORTATION MAJOR FUNCTIONS**

- Carries out programs to improve, maintain, and operate transportation facilities of the State.
- Administers the operations of the airports program of the State government by equipping, regulating and protecting the state system of public airports and related facilities. Plans, designs, develops, acquires, and constructs new and expanded airports and facilities as well as reconstructs existing airports and facilities.
- Plans, designs, and supervises the construction and maintenance of the State Highway System. Alters, modifies, or revises such highway system as may be required.
- Administers and maintains the operations of the harbors program of the State government by equipping, regulating, and protecting the State system of harbors and related facilities. Plans, develops, acquires, and constructs new and expanding harbors and facilities as well as maintaining and reconstructing existing harbors and facilities.
- Provides for the determination of statewide transportation needs, the continuous survey and inventory of planned resources, and the creation of statewide, inter and multi modal transportation systems network plans.
- Encourages, fosters and assists in the development of aeronautical, water, and land transportation in the State; and provides for the protection and promotion of safety in aeronautics and water transportation.
- Plans, reviews, and implements a comprehensive uniform state highway safety program to comply with applicable federal and state laws.
- Administers driver's license and civil identification programs.
- Serves on the State Highway Safety Council which advises the governor on highway safety; serves on the Aloha Tower Development Corporation board to undertake the redevelopment of the Aloha Tower complex; and cooperates with the Medical Advisory Board which advises the examiner of drivers on medical criteria and vision standards for motor vehicle drivers.

## MAJOR PROGRAM AREAS

The Department of Transportation has programs in the following major program area:

### Transportation Facilities and Services

#### Airports

TRN 102	Honolulu International Airport
TRN 104	General Aviation
TRN 111	Hilo International Airport
TRN 114	Kona International Airport at Keahole
TRN 116	Waimea-Kohala Airport
TRN 118	Upolu Airport
TRN 131	Kahului Airport
TRN 133	Hana Airport
TRN 135	Kapalua Airport
TRN 141	Molokai Airport
TRN 143	Kalaupapa Airport
TRN 151	Lanai Airport
TRN 161	Lihue Airport
TRN 163	Port Allen Airport
TRN 195	Airports Administration

#### Harbors

TRN 301	Honolulu Harbor
TRN 303	Kalaeloa Barbers Point Harbor
TRN 311	Hilo Harbor
TRN 313	Kawaihae Harbor
TRN 331	Kahului Harbor
TRN 333	Hana Harbor
TRN 341	Kaunakakai Harbor
TRN 351	Kaumalapau Harbor
TRN 361	Nawiliwili Harbor
TRN 363	Port Allen Harbor
TRN 395	Harbors Administration

#### Highways

TRN 501	Oahu Highways
TRN 511	Hawaii Highways
TRN 531	Maui Highways
TRN 561	Kauai Highways
TRN 595	Highways Administration
TRN 597	Highways Safety

#### Administration

TRN 695	Aloha Tower Development Corporation
TRN 995	General Administration

This page is intentionally left blank

**Department of Transportation  
Operating Budget**

			Act 119/2015	Act 119/2015	FY 2016	FY 2017	Total	Total
			FY 2016	FY 2017	Adjustments	Adjustments	FY 2016	FY 2017
Funding Sources:	Positions	Perm	2,235.70	2,235.70	-	69.00	2,235.70	2,304.70
		Temp	10.00	10.00	-	-	10.00	10.00
	Special Funds	\$	838,023,289	922,622,478	-	25,449,794	838,023,289	948,072,272
		Perm	7.00	7.00	-	-	7.00	7.00
		Temp	1.00	1.00	-	-	1.00	1.00
	Federal Funds	\$	27,507,447	27,411,858	-	3,894,500	27,507,447	31,306,358
		Perm	0.80	0.80	-	-	0.80	0.80
		Temp	-	-	-	-	-	-
	Other Federal Funds	\$	745,734	745,734	-	-	745,734	745,734
		Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
	Private Contributions	\$	423,067	423,067	-	-	423,067	423,067
		Perm	2,243.50	2,243.50	-	69.00	2,243.50	2,312.50
		Temp	11.00	11.00	-	-	11.00	11.00
Total Requirements		\$	866,699,537	951,203,137	-	29,344,294	866,699,537	980,547,431

**Highlights:** (special funds and FY 17 unless otherwise noted)

1. Airports Division - Adds 49.00 permanent positions (6 months salary) and \$1,320,447 for staffing at various airports for the Pass/ID Offices, Visitor Information Program, Airports Operations Controllers, and Maintenance Program support.
2. Airports Division - Adds \$4,005,000 (\$1,057,000 in special funds and \$2,947,500 in federal funds) to replace various Aircraft Rescue and Fire Fighting vehicles.
3. Airports Division - Increases special funds by \$5,092,775 to address anticipated security costs.
4. Airports Division - Increases special funds by \$2,000,000 to address environmental and federal aviation administration compliance requirements.
5. Harbors Division - Adds \$1,400,000 for Port Security and Safety Boats (\$350,000 each) for Hilo, Kawaihae, Kahului, and Nawiliwili Harbors.
6. Harbors Division - Increases special funds by \$162,780 to reflect lease financing contract increase for electricity pursuant to Section 36-41, Hawaii Revised Statutes.
7. Highways Division - Adds 7.00 permanent positions (6 months salary) and \$1,237,959 for two Highways Maintenance Units and Deputy Sheriff security assistance to address homeless issues on highway rights of way.
8. Highways Division - Adds 12.00 permanent positions (6 months salary) and \$882,284 in special funds and \$280,000 in federal funds to establish the Intelligent Transportation System Branch.

**Department of Transportation  
Capital Improvements Budget**

	<b>Act 119/2015 FY 2016</b>	<b>Act 119/2015 FY 2017</b>	<b>FY 2016 Adjustments</b>	<b>FY 2017 Adjustments</b>	<b>Total FY 2016</b>	<b>Total FY 2017</b>
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
Special Funds	122,686,000	33,950,000	(925,000)	68,250,000	121,761,000	102,200,000
General Obligation Bonds	9,085,000	-	-	50,000,000	9,085,000	50,000,000
Revenue Bonds	668,016,000	273,074,000	(20,000,000)	673,360,000	648,016,000	946,434,000
Federal Funds	145,527,000	155,731,000	-	55,329,000	145,527,000	211,060,000
Other Federal Funds	-	-	-	50,000,000	-	50,000,000
Private Contributions	-	-	-	4,009,000	-	4,009,000
County Funds	-	-	-	-	-	-
Other Funds	125,000	125,000	-	-	125,000	125,000
<b>Total Requirements</b>	<b>945,439,000</b>	<b>462,880,000</b>	<b>(20,925,000)</b>	<b>900,948,000</b>	<b>924,514,000</b>	<b>1,363,828,000</b>

**Highlights:** (revenue bonds and FY 17 unless otherwise noted)

1. Airports Division - Adds \$50,000,000 in general obligation bond funds for Kona International Airport at Keahole, Federal Inspection Station, Hawaii.
2. Airports Division - Adds \$62,000,000 for Honolulu International Airport, Elliot Street Support Facilities, Oahu.
3. Airports Division - Adds \$47,000,000 for Honolulu International Airport, New Mauka Concourse Improvements, Oahu.
4. Airports Division - Adds \$21,000,000 for Honolulu International Airport, Pedestrian Bridge Replacement and/or Rehabilitation, Oahu.
5. Airports Division - Adds \$20,000,000 for Honolulu International Airport, Ticket Lobby Improvements, Oahu.
6. Airports Division - Adds \$9,211,000 (\$2,610,000 in revenue bond funds, \$6,600,000 in special funds, and \$1,000 in federal funds) for Lihue Airport, Ticket Lobby and Holdroom Improvements, Kauai.
7. Airports Division - Adds \$8,000,000 for Kahului Airport, Holdroom and Gate Improvements, Maui.
8. Harbors Division - Adds \$400,002,000 (\$350,000,000 in revenue bond funds, \$50,000,000 in other federal funds, and \$2,000 in private contributions) for Modernization Program - Kapalama Military Reservation Improvements, Honolulu Harbor, Oahu.
9. Harbors Division - Adds \$57,252,000 (\$57,250,000 in revenue bond funds and \$2,000 in private contributions) for Infrastructure Improvements to Kalaeloa Barbers Point Harbor, Oahu.
10. Harbors Division - Adds \$18,002,000 (\$18,000,000 in revenue bond funds and \$2,000 in private contributions) for Improvements to Aloha Tower and the Aloha Tower Marketplace Complex, Honolulu Harbor, Oahu.
11. Harbors Division - Adds \$26,502,000 (\$26,500,000 in revenue bond funds and \$2,000 in private contributions) for Improvements to Harbors Division Buildings and Associated Facilities, Honolulu Harbor, Oahu.
12. Highways Division - Adds \$29,000,000 (\$5,800,000 in revenue bond funds and \$23,200,000 in federal funds) for Hana Highway widening Kaahumanu Avenue to Haleakala Highway, Maui.
13. Highways Division - Adds \$20,000,000 (\$4,000,000 in revenue bond funds and \$16,000,000 in federal funds) for Interstate Route H-1, Airport Viaduct Improvements, Vicinity of Valkenburgh Street to Middle Street, Oahu.
14. Highways Division - Adds \$12,123,000 (\$3,600,000 in revenue bond funds and \$8,523,000 in federal funds) for ten various bridge renovation and/or replacement projects, Statewide.
15. Highways Division - Adds \$7,600,000 for Saddle Road Maintenance Baseyard, Vicinity of Mauna Kea State Park, Hawaii.

# UNIVERSITY OF HAWAII

## Department Summary

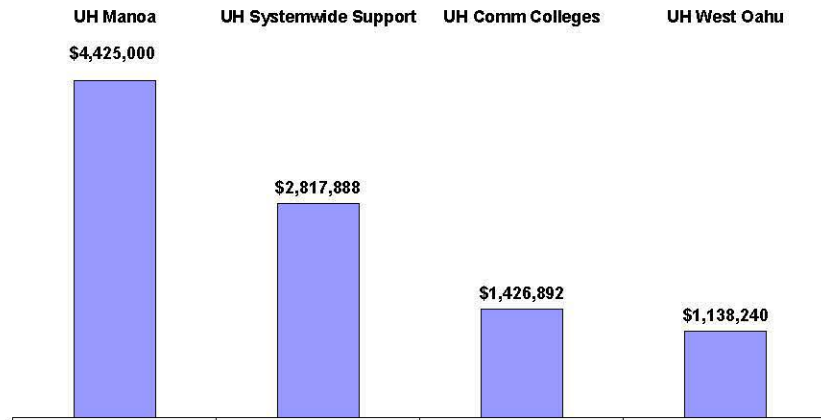
### ***Mission Statement***

To serve the public by creating, preserving, and transmitting knowledge in a multi-cultural environment.

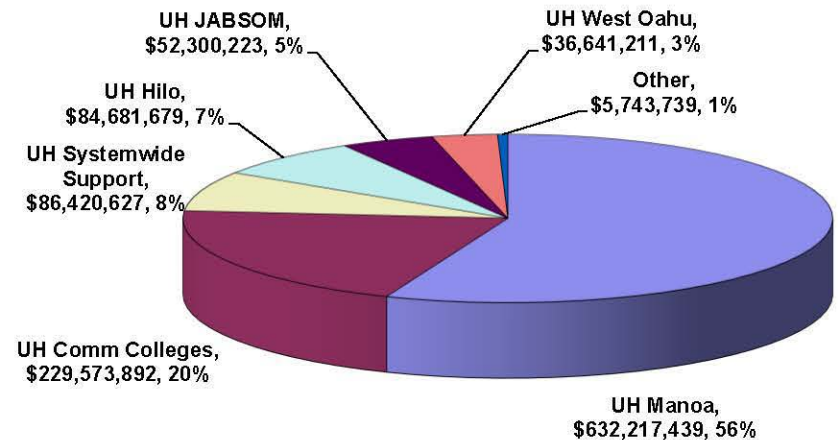
### ***Department Goals***

To achieve educational effectiveness and student success; provide a learning, research, and service network; be a model local, regional, and global university; maximize investment in faculty, staff, students, and their environment; and provide resources and stewardship.

### **FY 2017 Supplemental Operating Budget Adjustments by Major Program**



### **FY 2017 Supplemental Operating Budget**



## UNIVERSITY OF HAWAII MAJOR FUNCTIONS

- Provides instruction, research and public service in the fields of the liberal arts and sciences, agriculture, professional education, medicine, law, health sciences, business administration, engineering sciences and such other branches of the higher learning as the Board of Regents prescribes.
- Administers and operates a system of community colleges; coordinates academic programs which include college transfer, general education, vocational, technical, semi-professional, and continuing education programs; coordinates community service programs with the various campuses, community agencies and groups; and coordinates student-related programs & services.
- Operates a summer session which gives variety and flexibility to the instructional programs of the University; provides college-level instruction to students who wish to obtain it during the summer; accommodates teaching institutes, workshops, and special courses with schedules of varying lengths; sponsors lecture series and other cultural events during the summer and supervises overseas study tours offered for credit.
- Provides key personnel in the government policy-making process with timely research, analyses and data concerning governmental and related problems to enable them to make informed decisions among alternative courses of action.
- Participates in intercollegiate athletics programs for men and women; contributes toward the availability of non-academic cultural, social, recreational and intellectual programs made available to the students, faculty and community at large; and provides a limited intercollegiate program for a variety of minor sports.

## MAJOR PROGRAM AREAS

The University of Hawaii has programs in the following major program areas:

### Formal Education

UOH 100 University of Hawaii, Manoa  
UOH 110 University of Hawaii, John A. Burns School  
of Medicine  
UOH 210 University of Hawaii, Hilo  
UOH 220 Small Business Development

UOH 700 University of Hawaii, West Oahu  
UOH 800 University of Hawaii, Community Colleges  
UOH 900 University of Hawaii, Systemwide Support

### Culture and Recreation

UOH 881 Aquaria

**University of Hawaii**  
**Operating Budget**

			Act 119/2015	Act 119/2015	FY 2016	FY 2017	Total	Total
			FY 2016	FY 2017	Adjustments	Adjustments	FY 2016	FY 2017
<b>Funding Sources:</b>	Positions	Perm	6,556.09	6,556.09	-	59.00	6,556.09	6,615.09
		Temp	118.25	118.25	-	4.00	118.25	122.25
General Funds		\$	427,574,683	428,293,331	-	9,808,020	427,574,683	438,101,351
		Perm	599.25	599.25	-	-	599.25	599.25
		Temp	9.50	9.50	-	-	9.50	9.50
Special Funds		\$	572,472,459	572,555,714	-	-	572,472,459	572,555,714
		Perm	82.56	82.56	-	-	82.56	82.56
		Temp	4.00	4.00	-	-	4.00	4.00
Federal Funds		\$	12,736,688	12,736,694	-	-	12,736,688	12,736,694
		Perm	53.75	53.75	-	-	53.75	53.75
		Temp	-	-	-	-	-	-
Revolving Funds		\$	104,184,973	104,185,051	-	-	104,184,973	104,185,051
		Perm	7,291.65	7,291.65	-	59.00	7,291.65	7,350.65
		Temp	131.75	131.75	-	4.00	131.75	135.75
<b>Total Requirements</b>		\$	<b>1,116,968,803</b>	<b>1,117,770,790</b>	<b>-</b>	<b>9,808,020</b>	<b>1,116,968,803</b>	<b>1,127,578,810</b>

**Highlights:** (general funds and FY 17 unless otherwise noted)

1. Adds 4.00 temporary positions and \$330,000 for the College of Tropical Agriculture and Human Resources - Agricultural Extension Service to continue provisions of Act 105, SLH 2015.
2. Increases general fund support by \$4,000,000 for the operations of the University of Hawaii (UH) at Manoa's Cancer Center.
3. Adds 27.00 permanent positions for UH Hilo's security workforce.
4. Adds 12.00 permanent positions and \$728,020 to support UH West Oahu Campus Evolution.
5. Adds \$1,250,000 for equipment replacement for UH Community Colleges.
6. Adds 20.00 permanent positions and \$3,500,000 for the Hawaii Research and Innovation Initiative.

**University of Hawaii**  
**Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
<b>Funding Sources:</b>						
General Funds	-	-	-	-	-	-
Special Funds	-	-	-	-	-	-
General Obligation Bonds	92,884,000	-	-	72,500,000	92,884,000	72,500,000
Revenue Bonds	-	-	-	-	-	-
Federal Funds	-	-	-	-	-	-
Private Contributions	-	-	-	-	-	-
Revolving Funds	-	-	-	-	-	-
<b>Total Requirements</b>	<b>92,884,000</b>	<b>-</b>	<b>-</b>	<b>72,500,000</b>	<b>92,884,000</b>	<b>72,500,000</b>

**Highlights:** (general obligation bonds and FY 17 unless otherwise noted)

1. Adds \$2,500,000 for the Snyder Hall renovation project at UH Manoa.
2. Adds \$10,000,000 for Minor CIP for UH Community Colleges, statewide.
3. Adds \$60,000,000 for capital renewal and deferred maintenance projects, statewide.

This page is intentionally left blank



## **Historical Information**



General Fund Revenues, Expenditures and Fund Balance  
(in \$ millions)

<u>Fiscal Year</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Revenues Over Exp.</u>	<u>Fund Balance</u>
2006	4,925.0	4,679.1	245.9	732.3 <sup>(1)</sup>
2007	5,142.1	5,381.0	(238.9)	493.4 <sup>(1)</sup>
2008	5,244.0	5,406.9	(162.9)	330.4 <sup>(1)</sup>
2009	5,008.0	5,375.2	(367.2)	(36.8)
2010	4,852.4	4,837.8	14.6	(22.2)
2011	5,116.9	4,968.7	148.2	126.0 <sup>(2)</sup>
2012	5,660.6	5,511.3	149.3	275.3 <sup>(2)</sup>
2013	6,234.4	5,665.7	568.8	844.0 <sup>(1), (2)</sup>
2014	6,096.2	6,275.4	(179.2)	664.8 <sup>(1)</sup>
2015	6,576.7	6,413.4	163.3	828.1 <sup>(1), (2)</sup>

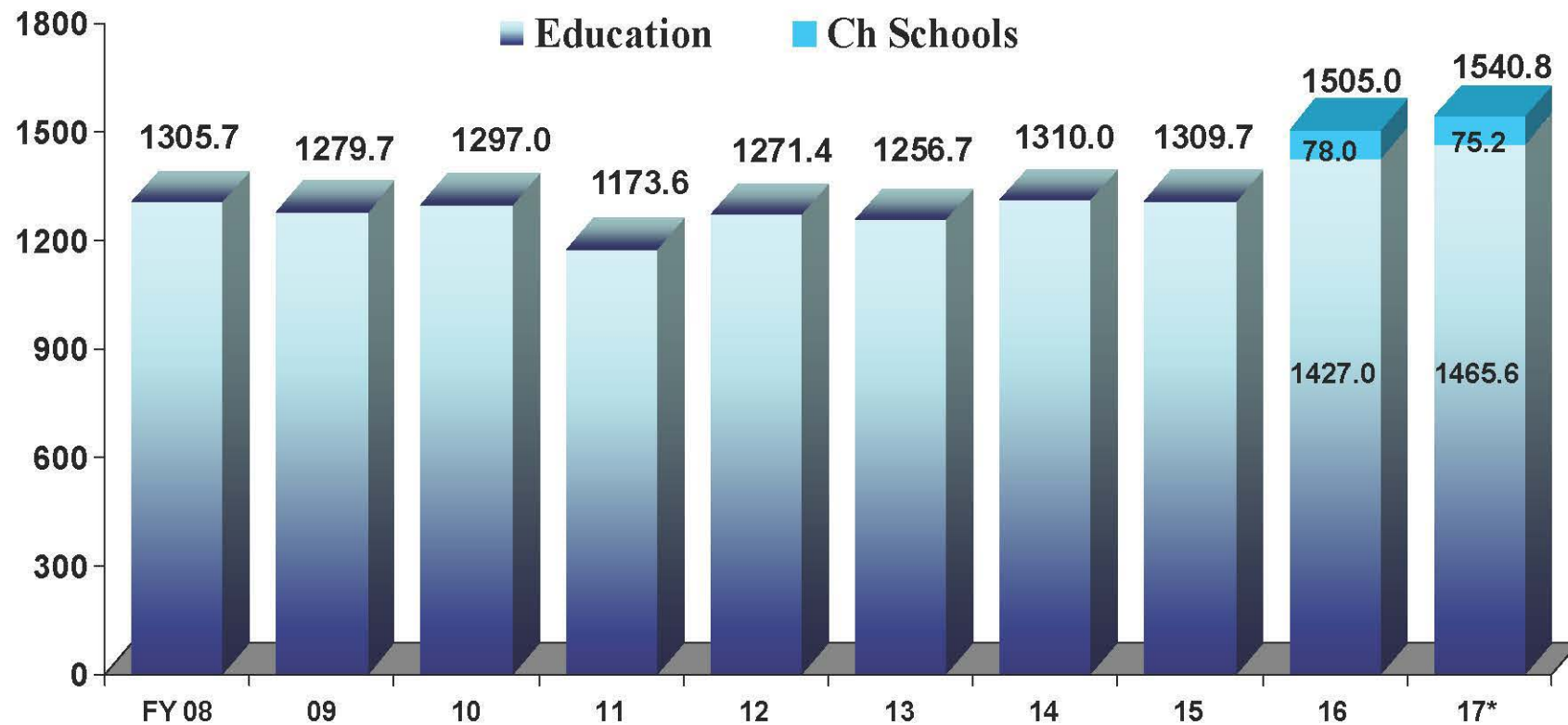
\* Note: (1) Fiscal year in which the fund balance exceeded 5% of revenues

(2) Fiscal year (after FY 2009) in which revenues exceeded the preceding  
fiscal year's revenues by 5%

## Department of Education Instruction General Fund Operating Appropriations

\$ millions

(DB&amp;F 12/10/15)



### Enrollment (Thousands)

Regular	153.6	152.9	153.4	152.9	155.1	156.8	158.6	153.8	153.5	153.7
Special	18.1	17.5	17.4	17.0	17.0	17.0	16.9	16.5	16.4	16.4
Charter	6.7	7.3	7.8	8.2	9.1	10.1	10.3	10.4	10.5	10.5

\*FY 17 reflects the Executive request

# Adult Mental Health General Fund Appropriations

(DB&F 12/10/15)

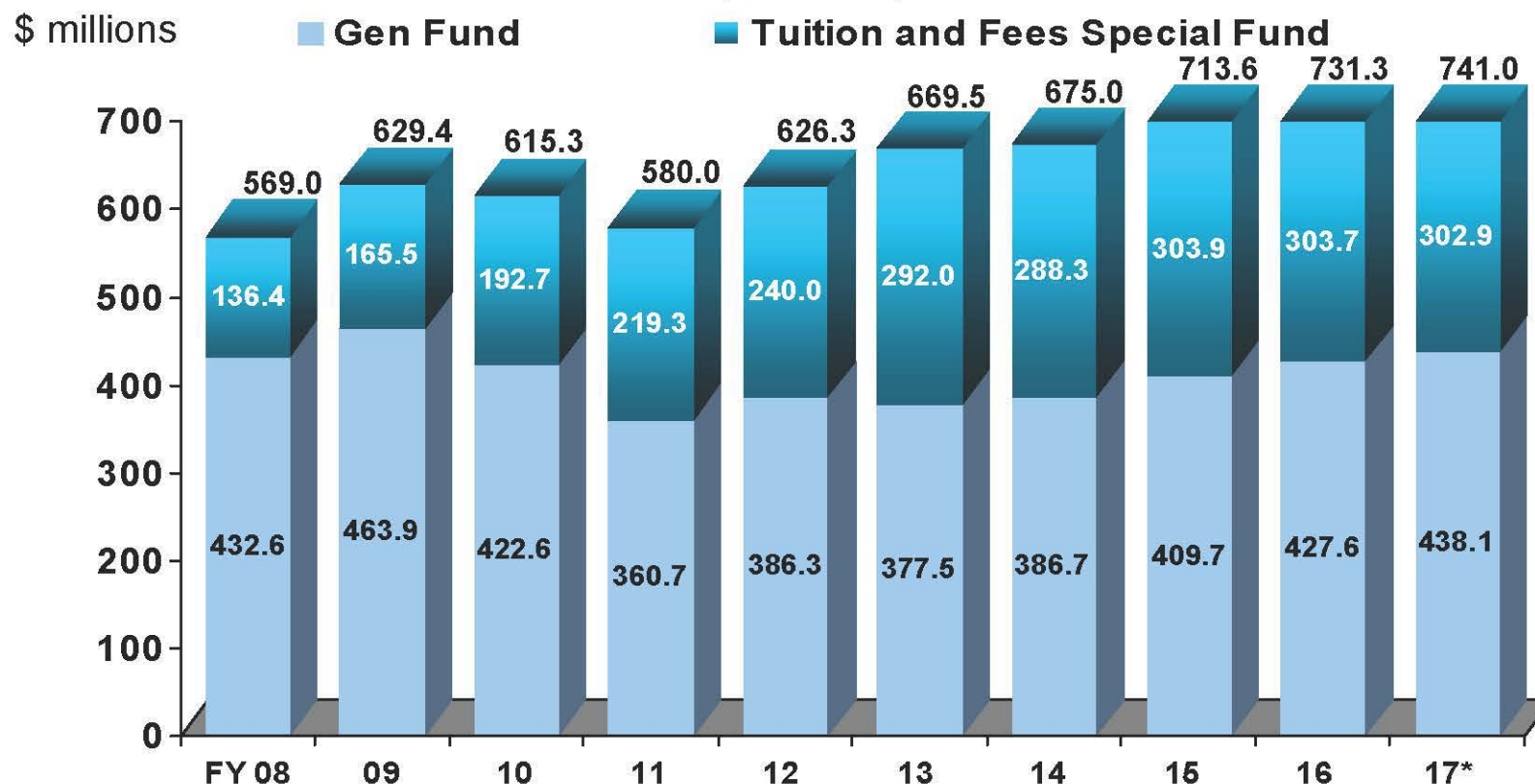


\*Prior years included Behavioral Health Services Administration; \*\*FY 17 reflects the Executive request

# University of Hawaii Operating Appropriations Net of Fringe & Debt Svc

Chart 3

(DB&F 12/10/15)



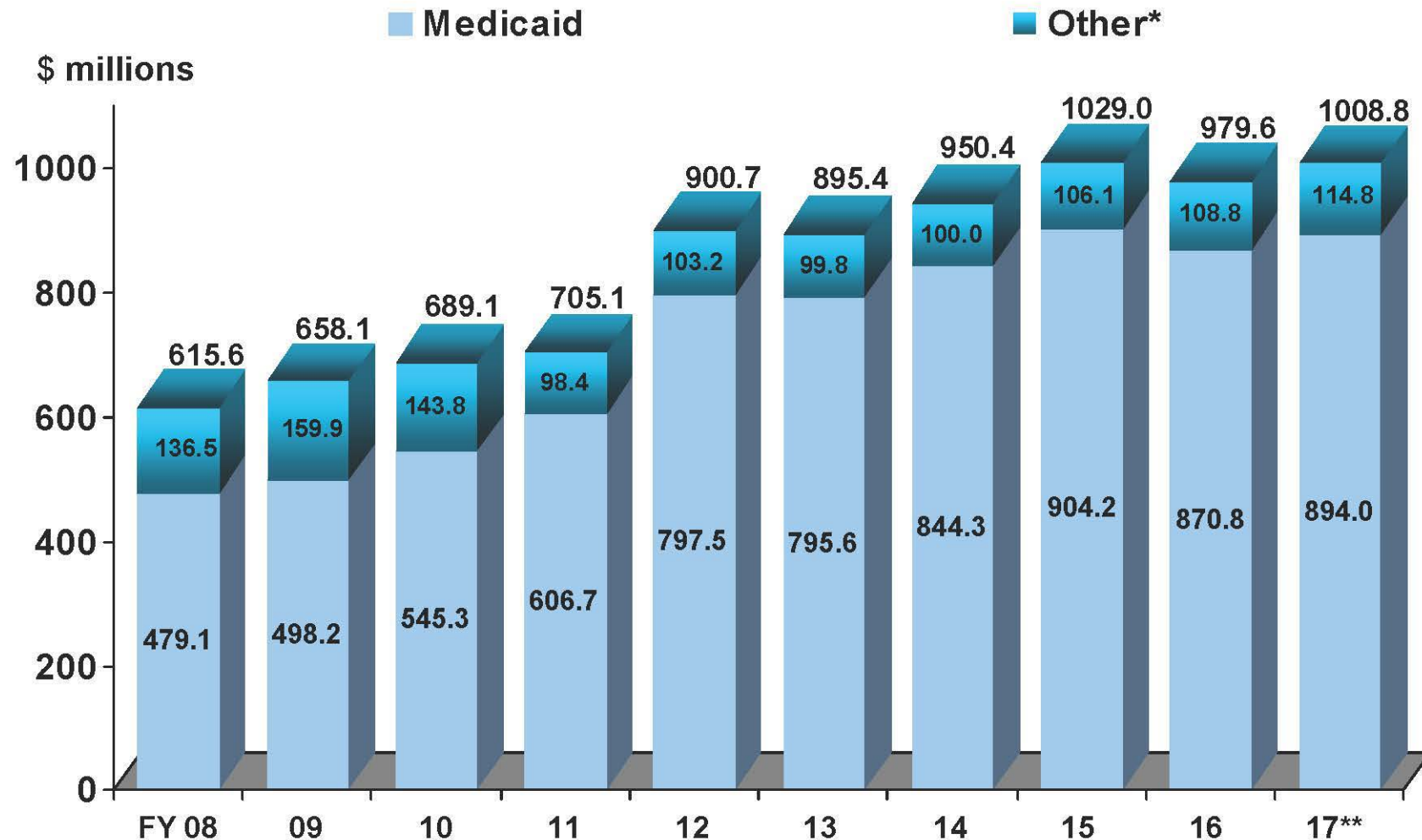
	Enrollment – Full Time Equivalent (Thousands)**									
Manoa	16.0	16.0	16.3	16.2	16.4	16.7	16.5	16.2	16.0	15.9
Hilo	3.0	3.2	3.5	3.6	3.6	3.7	3.6	3.5	3.4	3.4
West Oahu	0.5	0.6	0.7	0.8	0.9	1.2	1.5	1.7	1.8	1.9
Comm Coll	<u>14.9</u>	<u>16.3</u>	<u>18.5</u>	<u>19.8</u>	<u>19.5</u>	<u>19.3</u>	<u>18.8</u>	<u>17.8</u>	<u>17.5</u>	<u>17.3</u>
Total	34.4	36.1	39.0	40.4	40.4	40.9	40.4	39.2	38.7	38.5

\*FY 17 reflects the Executive request

\*\*FYs 16 & 17 reflect draft enrollment projection, December 2015

## Medicaid and Welfare Payments General Fund Operating Appropriations\*\*\*

(DB&F 12/10/15)



\*Includes TANF; TAONF; Child Care; General Assistance; Aged, Blind, & Disabled; and Foster Care

\*\*FY 17 reflects the Executive request

\*\*\*Excludes Housing

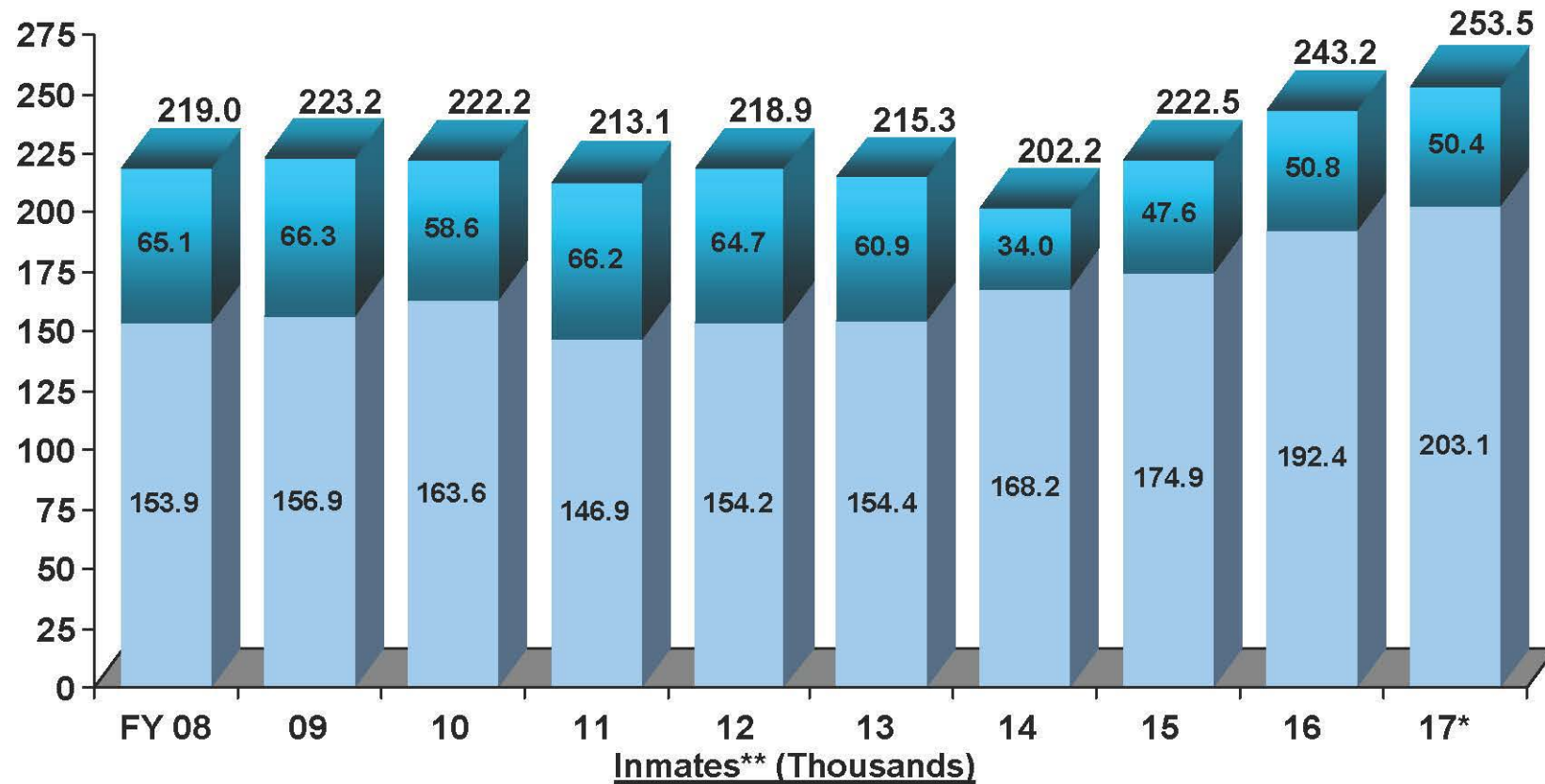
# Public Safety General Fund Operating Appropriations

(DB&amp;F 12/10/15)

\$ millions

State Facilities, Law Enforcement &amp; Other Costs

Non-State Facilities



State	3.9	4.1	3.7	3.9	3.8	4.2	4.4	4.5	4.5**	4.2
Non-State	2.5	2.5	2.5	2.5	2.4	1.6	1.5	1.3	1.4**	1.7

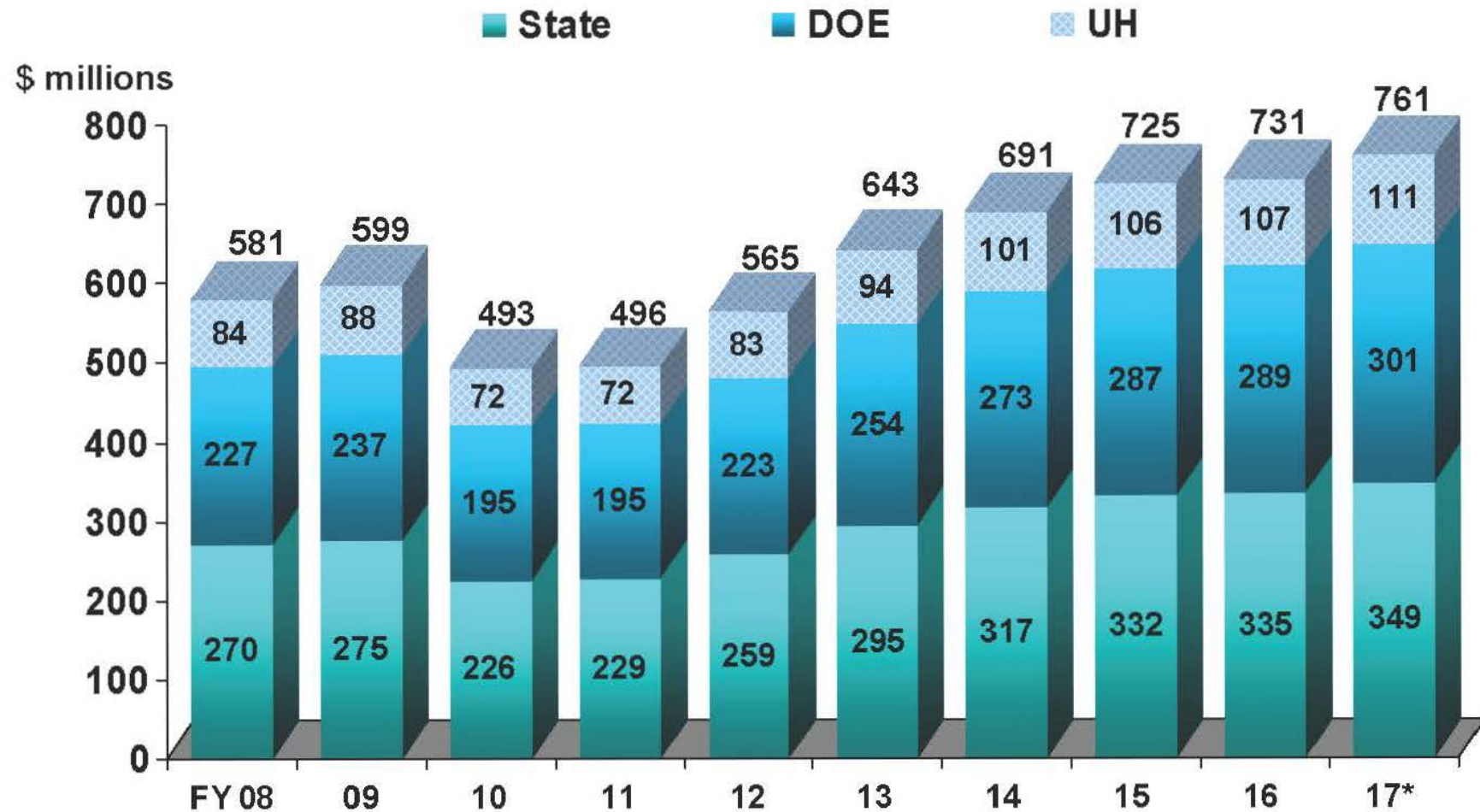
\*FY 17 reflects the Executive request

\*\*Reflects assigned count as of November 30, 2015

# Debt Service and Certificates of Participation General Fund Operating Appropriations

(DB&F 11/9/15)

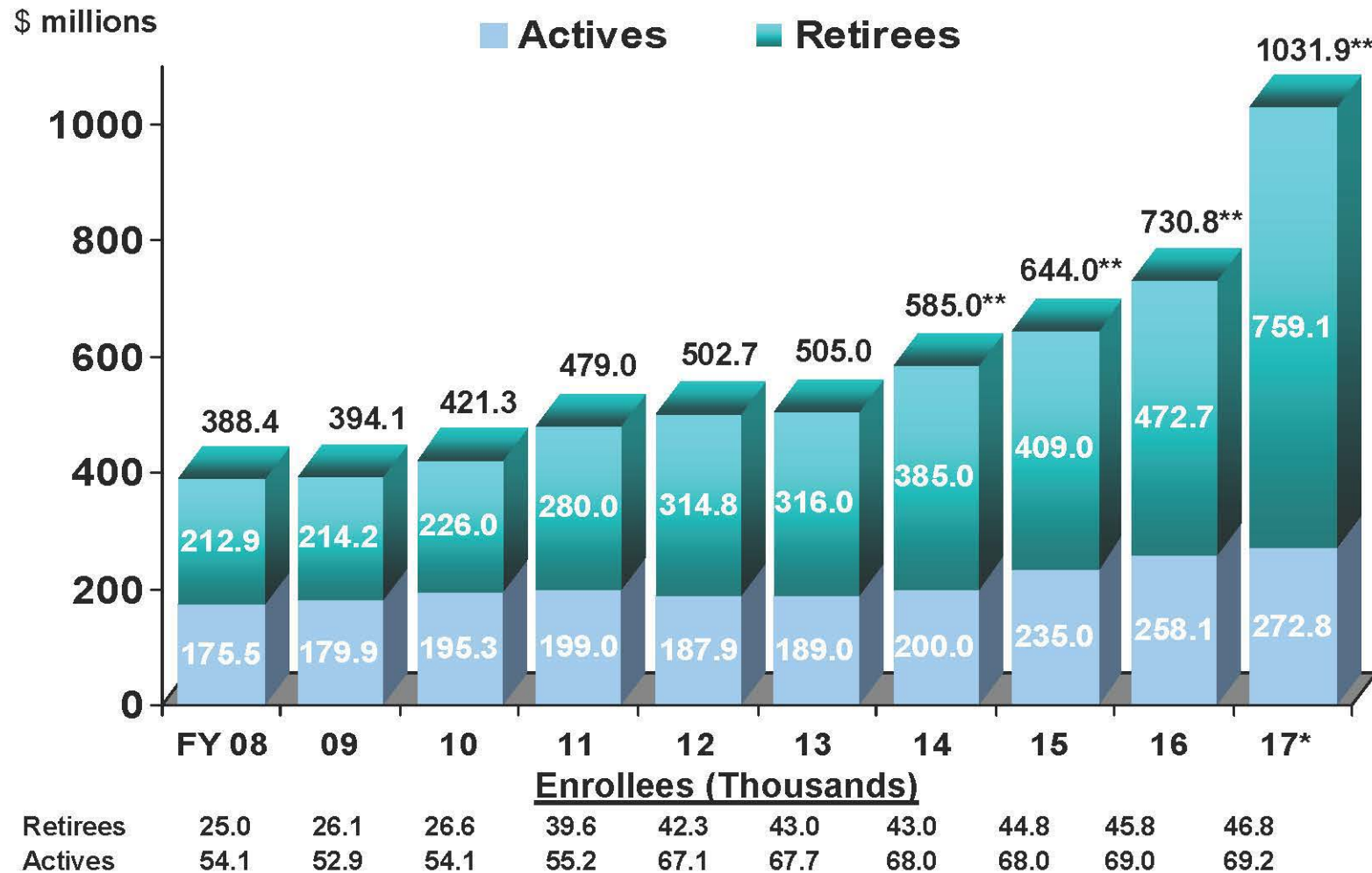
Chart 6



\*FY 17 reflects the Executive request

## State Employee and Retiree Health Benefits General Fund Appropriations

(DB&F 11/10/15)

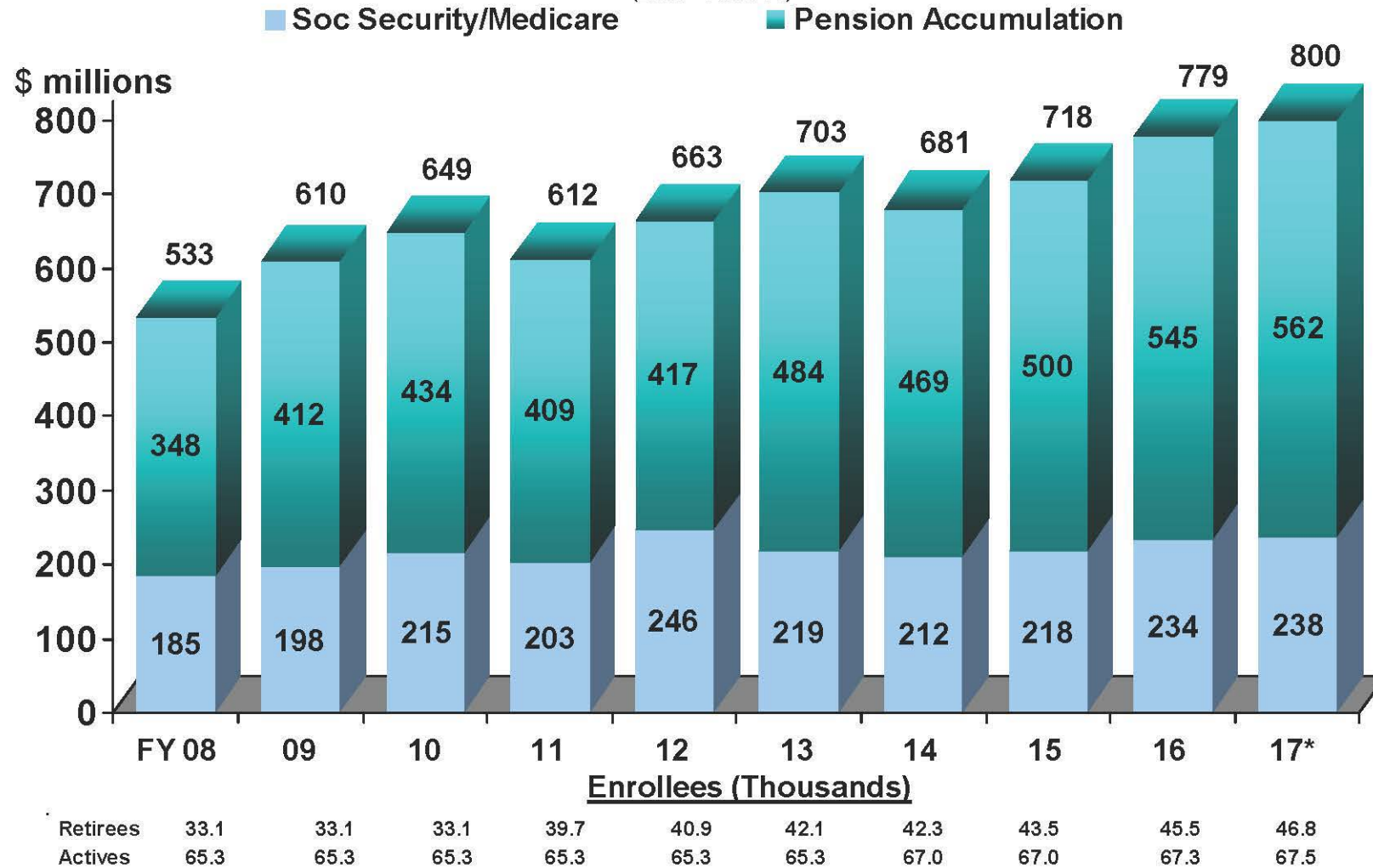


\*FY 17 reflects the Executive request

\*\*Includes Other Post-Employment Benefits Pre-funding

## Public Employees' Retirement System General Fund Appropriations

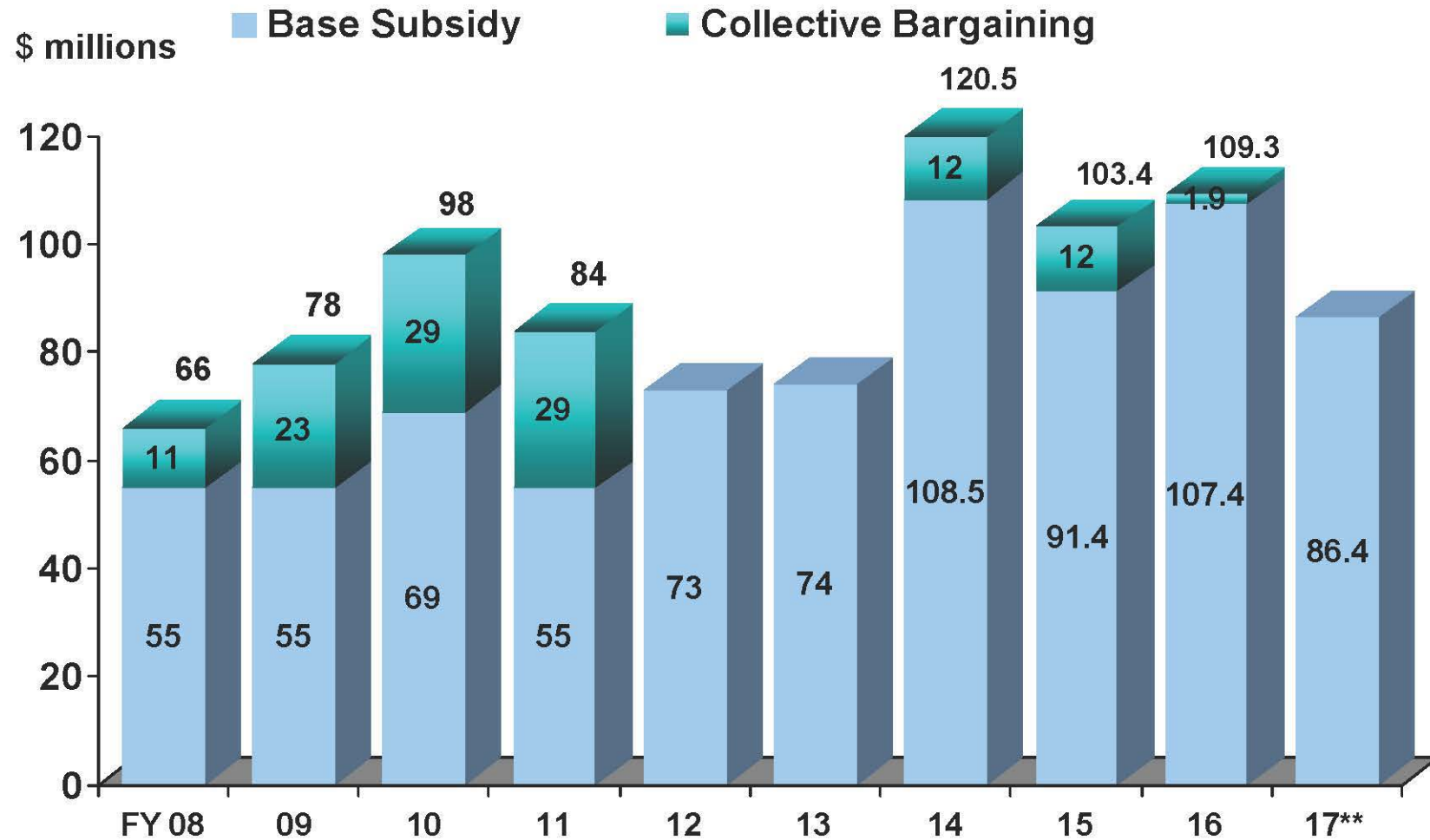
(DB&amp;F 11/10/15)



\*FY 17 reflects the Executive request

# Hawaii Health Systems Corporation General Fund Operating Appropriations\*

(DB&F 12/10/15)



\*Includes emergency and specific appropriations

\*\*FY 17 reflects the Executive request