

# 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***

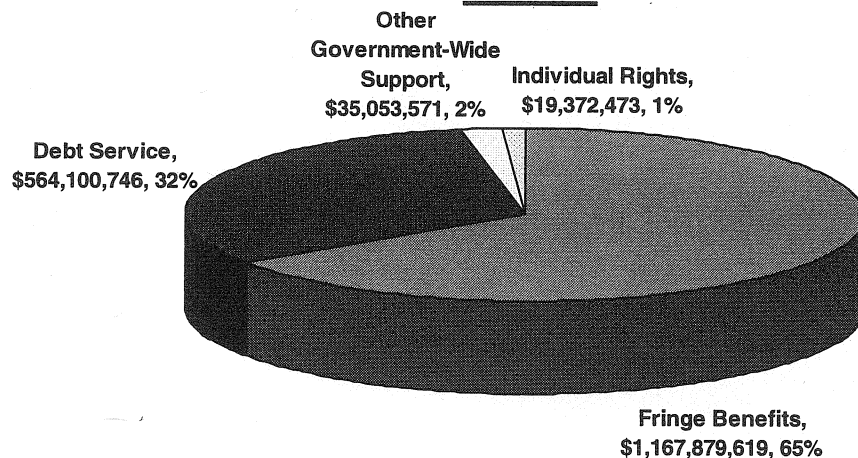
Improve the executive resource allocation process through planning, analysis and recommendation on all phases of program scope and funding; maximize the value, investment, and use of State funds through planning, policy development, timely scheduling of State bond financing and establishment of appropriate cash management controls and procedures; administer retirement and survivor benefits for State and County members and prudently manage the return on investments; administer 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; ensure regulated companies provide adequate and reliable services at just and reasonable rates with a fair opportunity to earn a reasonable rate of return; and to safeguard the rights of indigent individuals in need of assistance in criminal and related cases by providing statutorily entitled and effective legal representation.

### ***Significant Measures of Effectiveness***

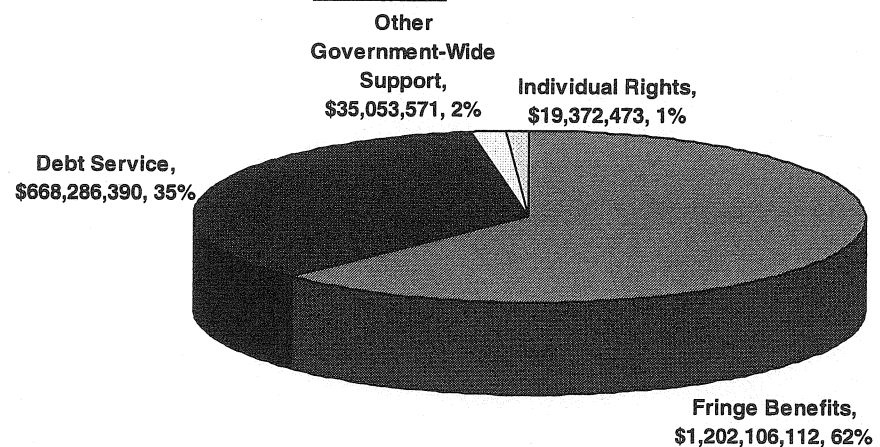
	<u>FY 2012</u>	<u>FY 2013</u>
1. Percentage of recommendations on departments' requests completed by due date	90	90
2. Average annual rate of return on State treasury investments	3	3
3. Rate of interest paid on State bonds relative to the Bond Buyer Index for bonds of comparable term and credit	90	90

### **FB 2011-2013 Operating Budget by Major Program Area**

#### **FY 2012**



#### **FY 2013**



## 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.
- Regulates all chartered, franchised, or certificated public service companies operating in the State.

### 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 115	Financial Administration
BUF 141	Employees Retirement System
BUF 143	Employer Union Trust Fund
BUF 721	Debt Service – State
BUF 725	Debt Service – DOE
BUF 728	Debt Service – 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
BUF 901	Public Utilities Commission

**Department of Budget and Finance**  
(Operating Budget)

Funding Sources:	Positions	Appropriation		
		FY 2011	FY 2012	FY 2013
		129.25	129.25	129.25
General Funds	\$	1,604,113,625	1,754,638,882	1,893,051,019
		51.00	51.00	51.00
Special Funds		9,249,331	9,482,174	9,482,174
		36.00	36.00	36.00
Trust Funds		11,195,581	11,355,527	11,355,527
		1.75	1.75	1.75
Interdepartmental Transfers		101,603	101,603	101,603
		99.00	99.00	99.00
Other Funds		10,603,291	10,828,223	10,828,223
		317.00	317.00	317.00
<b>Total Requirements</b>		<b>1,635,263,431</b>	<b>1,786,406,409</b>	<b>1,924,818,546</b>

**Major Adjustments in the Executive Budget Request:** (general funds unless noted)

1. Added \$32,624,383 for FY12 and \$80,383,082 for FY13 for BUF 721 (Debt Service - State).
2. Added \$28,133,548 for FY12 and \$69,318,133 for FY13 for BUF 725 (Debt Service - DOE).
3. Added \$10,412,188 for FY12 and \$25,654,548 for FY13 for BUF 728 (Debt Service - UH).
4. Added \$9,988,851 for FY12 and \$6,481,876 for FY13 for BUF 741 (Retirement Benefits - State).
5. Added \$10,040,083 for FY12 and \$6,562,213 for FY13 for BUF 745 (Retirement Benefits - DOE).
6. Added \$3,530,043 for FY12 and \$1,323,159 for FY13 for BUF 748 (Retirement Benefits - UH).
7. Reduced \$24,172,197 for FY12 and \$9,594,050 for FY13 for BUF 761 (Health Premiums - State).
8. Added \$27,758,769 for FY12 and \$48,456,562 for FY13 for BUF 765 (Health Premiums - DOE).

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

	<u><b>FY 2012</b></u>	<u><b>FY 2013</b></u>
<b>Funding Sources:</b>		
General Obligation Bonds	75,000,000	75,000,000
<b>Total Requirements</b>	<u>75,000,000</u>	<u>75,000,000</u>

**Highlights of the Executive CIP Budget Request:** (general obligation bonds unless noted)

1. Provides \$30,000,000 in general obligation bond funds in FY 12 and 13 for the Hawaiian Home Lands Trust Fund, Statewide.
2. Provides \$45,000,000 in general obligation bond funds in FY 12 and 13 for the State Educational Facilities Improvement Special Fund, Statewide.