

EXECUTIVE CHAMBERS

HONOLULU

June 10, 1999

ORIGINAL

STATEMENT OF OBJECTIONS TO HOUSE BILL NO. 100

Honorable Members  
Twentieth Legislature  
State of Hawaii

Pursuant to Section 16 of Article III of the Constitution of the State of Hawaii, I am returning herewith, without my approval, House Bill No. 100, entitled "A Bill for an Act Relating to the State Budget."

The purpose of House Bill No. 100 is to appropriate funds for the fiscal biennium July 1, 1999, to June 30, 2001, for the operating expenditures of the various executive branch agencies and programs and capital improvement projects. While the bill as a whole has merit, the appropriations for the operating expenses of the Department of Transportation at Kaunapali Harbor in item C-25 of section 3 on page 15 of this bill for fiscal years 1999-2000 and 2000-2001 are negative amounts. In addition, the appropriations for the State's contribution to the Employees' Retirement System for retirement costs for fiscal years 1999-2000 and 2000-2001 in item K-24 of section 3 on page 49 of this bill, and the related proviso in section 62 on page 83, do not take into account the reduction in contributions that will result from Senate Bill No. 1518, which was also passed this session by the Legislature.


Consequently, I have indicated my objections to the appropriations in item C-25 of section 3 on page 15 of this bill by striking out "-5654B" for each fiscal year. Furthermore, I have indicated my objections to the retirement appropriations in item K-24 of section 3 on page 49 by reducing the general fund appropriation for fiscal year 1999-2000 from \$189,228,048 to \$106,425,888 and reducing the general fund appropriation for fiscal year 2000-2001 from \$192,131,046 to \$162,111,766. I have also made the same reductions in the same amounts stated on lines

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12 and 13 in the related proviso, section 62 at page 83 of the bill. Finally, to be consistent, I have reduced the amounts specified for pension accumulation at line 16 of section 62 on page 83 from \$86,435,920 to \$3,633,760 for fiscal year 1999-2000 and from \$87,810,000 to \$57,790,720 for fiscal year 2000-2001.

For the foregoing reasons, I am returning House Bill No. 100 only with the negative amounts stricken from item C-25 of section 3 and the general fund appropriations reduced as indicated above in item K-24 of section 3 and the related proviso in section 62 of this bill by \$82,802,160 for fiscal year 1999-2000 and \$30,019,280 for fiscal year 2000-2001.

Respectfully,

  
BENJAMIN J. CAYETANO  
Governor of Hawaii

P R O C L A M A T I O N

WHEREAS, under Section 16 of Article III of the Constitution of the State of Hawaii, the Governor is required to give notice, by a proclamation, of his plan to return with his objections any bill presented to him less than ten days before adjournment sine die or presented to him after adjournment sine die of the Legislature; and

WHEREAS, House Bill No. 100, entitled "A Bill for an Act Relating to the State Budget," passed by the Legislature, was presented to the Governor within the aforementioned period; and

WHEREAS, under Section 16 of Article III, the Governor may veto or reduce any specific item or items in any bill which appropriates money for specific purposes; and

WHEREAS, House Bill No. 100 appropriates money for specific purposes and certain appropriation items in House Bill No. 100 are unacceptable to the Governor of the State of Hawaii;

NOW, THEREFORE, I, BENJAMIN J. CAYETANO, Governor of the State of Hawaii, do hereby issue this proclamation, pursuant to the provisions of Section 16 of Article III of the Constitution of the State of Hawaii, giving notice of my plan to return House Bill No. 100 with my objections, as indicated, to certain appropriation items contained therein, as provided by said Section 16 of Article III of the Constitution of the State of Hawaii.

DONE at the State Capitol, Honolulu,  
State of Hawaii, this 10th  
day of June, 1999.



BENJAMIN J. CAYETANO  
Governor of Hawaii

PROGRAM APPROPRIATIONS

APPROPRIATIONS

ITEM NO.	PROG. ID	PROGRAM	EXPENDING AGENCY	FISCAL M YEAR 1999-00	FISCAL M YEAR 2000-01
22.	TRN341	KAUNAKAKAI HARBOR		1.00*	1.00*
		OPERATING	TRN	249,549B	219,249B
23.	TRN361	NAWILIWILI HARBOR		14.00*	14.00*
		OPERATING	TRN	1,271,537B	1,303,037B
24.	TRN363	PORT ALLEN HARBOR		1.00*	1.00*
		OPERATING	TRN	417,199B	298,199B
		INVESTMENT CAPITAL	TRN	250,000B	1,500,000B
25.	TRN351	KAUMALAPAU HARBOR		<del>5,654B</del> (B)C	<del>5,654B</del> (B)C
		OPERATING	TRN	1,500,000B	B
		INVESTMENT CAPITAL	TRN	1,500,000R	R
26.	TRN395	HARBORS ADMINISTRATION		58.00*	58.00*
		OPERATING	TRN	34,676,758B	34,980,284B
		INVESTMENT CAPITAL	TRN	3,375,000B	1,975,000B
			TRN	3,000,000N	N
27.	TRN501	OAHU HIGHWAYS		275.00*	275.00*
		OPERATING	TRN	38,534,043B	38,294,440B
		INVESTMENT CAPITAL	TRN	20,180,000E	20,355,000E
			TRN	31,950,000N	40,360,000N
28.	TRN511	HAWAII HIGHWAYS		128.00*	128.00*
		OPERATING	TRN	15,921,190B	16,907,302B
		INVESTMENT CAPITAL	TRN	3,200,000E	3,575,000E
			TRN	5,315,000N	4,705,000N

PROGRAM APPROPRIATIONS

APPROPRIATIONS

ITEM NO.	PROG. ID	PROGRAM	EXPENDING AGENCY	FISCAL M YEAR O 1999-00 F	FISCAL M YEAR O 2000-01 F
21.	AGS161	COMMUNICATION		10.00*	10.00*
	OPERATING		AGS	2,763,151A	2,763,151A
			AGS	1,250,000U	1,250,000U
22.	HRD102	WORK FORCE ATTRACTION, SELECTION, CLASSIFICATION AND EFF.		121.00*	121.00*
	OPERATING		HRD	12,459,269A	12,448,269A
			HRD	4,858,381U	4,886,281U
			HRD	100,000W	100,000W
23.	HRD191	SUPPORTING SERVICES-HUMAN RESOURCES DEVELOPMENT		11.00*	11.00*
	OPERATING		HRD	1,139,794A	1,150,794A
24.	BUF141	RETIREMENT		<del>106,425,888</del> <sup>106,425,888</sup>	<del>162,111,766</del> <sup>162,111,766</sup>
	OPERATING		BUF	<del>189,228,048A</del> <sup>189,228,048A</sup>	<del>192,131,046A</del> <sup>192,131,046A</sup>
				53.00*	53.00*
			BUF	11,490,868X	6,763,002X
25.	BUF142	HEALTH & LIFE INSURANCE BENEFITS		15.00*	15.00*
	OPERATING		BUF	625,224A	615,224A
			BUF	353,280,300T	386,509,800E
26.	LNR101	PUBLIC LANDS MANAGEMENT		36.00*	36.00*
	OPERATING		LNR	1,317,631A	1,317,631A
				16.00*	16.00*
			LNR	5,115,332B	3,379,382B
			LNR	72,634N	72,634N
	INVESTMENT CAPITAL		LNR	1,350,000B	900,000B
			LNR	3,000,000C	C

1 effectiveness (HRD 102), the sum of \$2,631,049 for fiscal year  
 2 1999-2000 and the sum of \$2,631,049 for fiscal year 2000-2001  
 3 shall be expended for unemployment compensation claims of former  
 4 state employees; provided further than any unrequired and  
 5 unencumbered funds shall be lapsed to the general fund; and  
 6 provided further that the department of human resources  
 7 development shall submit a detailed report of all expenditures  
 8 and number of claims for unemployment compensation claim payments  
 9 to the legislature no later than twenty days prior to the  
 10 convening of the 2000 and 2001 regular sessions.

11 SECTION 62. Provided that of the general fund appropriation  
 12 for retirement (BUF 141), the sum of ~~\$189,228,048~~<sup>106,425,888 (BKL)</sup> for fiscal year  
 13 1999-2000 and the sum of ~~\$192,131,046~~<sup>162,111,766 (BKL)</sup> for fiscal year 2000-2001  
 14 shall be expended only for the following purposes:

15 <u>Purpose</u>	<u>FY 1999-2000</u>	<u>FY 2000-2001</u>
16 Pension accumulation	\$ 3,633,760 <del>86,435,928</del> (BKL)	\$ 57,740,720 <del>87,810,000</del> (BKL)
17 Social security and		
18 medicare contributions	\$ 102,792,128	\$ 104,321,046;

19 provided further that any unexpended funds shall lapse to the  
 20 general fund; and provided further that the department of budget  
 21 and finance shall submit a report of all expenditures to the  
 22 legislature no later than twenty days prior to the convening of  
 23 the 2000 and 2001 regular sessions.