STAND. COM. REP. NO. 1600

Honolulu, Hawaii

, 2009

RE:

S.B. No. 387

S.D. 1

H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 387, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE STATE BUDGET,"

begs leave to report as follows:

The purpose of this bill is to clarify the statutory process for appropriation transfers and changes between programs and agencies by specifying that no appropriation transfers or changes between programs or agencies are permissible without prior legislative authorization, except for certain exemptions for the University of Hawaii, Department of Education, and Hawaii Health Systems Corporation.

The Governor's Administration, Department of Budget and Finance, Department of Human Resources Development, Attorney General, and Department of Public Safety opposed this bill.

Upon further consideration, your Committee has amended this bill by:

- Removing provisions requiring prior legislative (1)authorization for appropriation transfers and changes;
- Restoring provisions requiring that authorized transfers or changes be reported to the Legislature;

- (3) Including provisions requiring the Governor or Director of Finance to report each restriction, made pursuant to budgetary statutes, of appropriation expenditures authorized by the Legislature, within 30 days after the end of each quarterly allotment period, and to state the reason for and impact of the restriction; and
- (4) Changing the effective date to July 1, 2020, to promote further discussion.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 387, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 387, S.D. 1, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Finance,

MARCUS R. OSHIRO, Chair



State of Hawaii House of Representatives The Twenty-fifth Legislature

Record of Votes of the Committee on Finance

SB 387, SDI	ttee Referral:	Dat	harch 2	5,2009
☐ The committee is reconsidering its previous decis	ion on the measure.			•
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)				
2. LEE, Marilyn B. (VC)	ν			
3. AQUINO, Henry J.C.	<i>'</i>	Paradice 95		
4. AWANA, Karen Leinani	<i>'</i>			
5. BROWER, Tom				
6. CHOY, Isaac W.	<u>ν</u>		1	
7. COFFMAN, Denny				
8. HAR, Sharon E.				
9. KEITH-AGARAN, Gilbert S.C.10. LEE, Chris				
11. NISHIMOTO, Scott Y.				
12. SAGUM, Roland D., III	\ \ \ \ \ \			
13. TOKIOKA, James Kunane	· ·	The production of the second s		Nicolar Santa
14. WOOLEY, Jessica	<u> </u>			
15. YAMASHITA, Kyle T.	1			
16. PINE, Kymberly Marcos				
17. WARD, Gene		/		Maria 20 april 20 apr
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TOTAL (17)	15	1		
The recommendation is: Adopted If joint referral,	□ Not Adop	did not supp	ort recommendation	n.
Vice Chair's or designee's signature:	nauf	3. Lee		
Distribution: Original (White) – Committee	Duplicate (Yellow)	- Chief Clerk's Offic	e Duplicate (I	Pink) – HMSO