H.B. NO. 648 H.D. 1 S.D. 1

## A BILL FOR AN ACT

RELATING TO STATE FINANCES.

## BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	PAR'I' 1.		
2	SECTION 1. The purpose of this Act is to address state		
3	finances.		
4	More specifically, this Act repeals or reduces certain		
5	specific appropriations that were made in acts passed during the		
6	regular session of 2013 and that the respective designated		
7	expending agencies are not planning to expend in fiscal year		
8	2013-2014.		
9	The legislature finds that this Act enables the savings to		
10	be expressly identified as part of the carryover balance for		
11	fiscal year 2014-2015 in the state financial plan. The		
12	legislature finds that this approach is more efficient than		
13	simply allowing the unexpended and unencumbered amounts to		
14	lapse. Because lapsed appropriations do not become known until		
15	after the fiscal year ends, the legislature is unable to		
16	consider lapsed appropriations when making budgetary decisions		
17	during the regular session immediately preceding the lapse date.		

- 1 The legislature emphasizes that the repeal or reduction of
- 2 the appropriations in this Act does not represent
- 3 discontinuation of support for the de-funded programs. The
- 4 intent of this Act is to increase the general fund carryover
- 5 balance.
- 6 This Act also authorizes the transfer of excess funds from
- 7 the medicaid investigations recovery fund to the general fund.
- 8 The legislature finds that the excess funds are not needed for
- 9 the requirements of the fund.
- 10 PART II.
- 11 SECTION 2. The purpose of this part is to repeal the
- 12 appropriation in Act 222, Session Laws of Hawaii 2013, for the
- 13 shallow subsidy program for fiscal year 2013-2014.
- 14 The legislature finds that the department of human services
- 15 does not plan to expend the appropriation.
- 16 SECTION 3. Act 222, Session Laws of Hawaii 2013, is
- 17 amended by repealing section 4.
- 18 ["SECTION 4. There is appropriated out of the general
- 19 revenues of the State of Hawaii the sum of \$1,000,000 or so much
- 20 thereof as may be necessary for fiscal year 2013 2014 for a
- 21 rental assistance program, also known as a shallow subsidy
- 22 program, for homeless working individuals and their families who

1	are ready	to rent permanent housing to obtain and maintain	
2	permanent	housing; provided that:	
3	(1)	The maximum subsidy shall be \$300 per month; provided	
4		that in order to qualify for the subsidy, a household	
5		shall pay a minimum of forty per cent of their	
6		adjusted gross income for rent; and	
7	<del>(2)</del>	A household's adjusted gross income shall be	
8		calculated in the same manner as calculated by the	
9		Hawaii public housing authority to qualify for public	
10		housing under the authority's control.	
11	The	sums appropriated for program and administrative costs	
12	associate	d with establishing and operating the shallow subsidy	
13	program s	hall be expended by the department of human services	
14	through a	contract issued pursuant to chapter 103F, Hawaii	
15	Revised S	tatutes, and sums appropriated for staff within the	
16	homeless program office to administer the program shall be		
17	expended by the department of human services for the purposes o		
18	this part	-"]	
19		PART III.	
20	SECT	ION 4. The purpose of this part is to repeal the	
21	appropria	tion in Act 222, Session Laws of Hawaii 2013, for the	

- 1 homelessness prevention and rapid re-housing program for fiscal
- 2 year 2013-2014.
- 3 The legislature finds that the department of human services
- 4 does not plan to expend the appropriation.
- 5 SECTION 5. Act 222, Session Laws of Hawaii 2013, is
- 6 amended by repealing section 9.
- 7 ["SECTION 9. There is appropriated out of the general
- 8 revenues of the State of Hawaii the sum of \$150,000 or so much
- 9 thereof as may be necessary for fiscal year 2013-2014 for the
- 10 homelessness prevention and rapid re-housing program.
- 11 The sums appropriated shall be expended by the department of
- 12 human services for the purposes of this part."]
- 13 PART IV.
- 14 SECTION 6. The purpose of this part is to reduce the
- 15 appropriation in Act 222, Session Laws of Hawaii 2013, for
- 16 innovative temporary housing solutions for fiscal year 2013-
- **17** 2014.
- 18 The legislature finds that the department of human services
- 19 does not plan to expend the entire appropriation.
- 20 SECTION 7. Act 222, Session Laws of Hawaii 2013, is
- 21 amended by amending section 17 to read as follows:

- 1 "SECTION 17. There is appropriated out of the general
- 2 revenues of the State of Hawaii the sum of [\$\frac{\$100,000}{}\] \$50,000 or
- 3 so much thereof as may be necessary for fiscal year 2013-2014
- 4 for the construction and demonstration of innovative temporary
- 5 housing solutions as they relate to the working group's findings
- 6 and recommendations.
- 7 The sum appropriated shall be expended by the department of
- 8 human services for the purposes of this Act."
- 9 PART V.
- 10 SECTION 8. The purpose of this part is to repeal the
- 11 appropriation in Act 268, Session Laws of Hawaii 2013, for the
- 12 Hawaii employer-union health benefits trust fund task force for
- 13 fiscal year 2013-2014.
- 14 The legislature finds that the department of budget and
- 15 finance does not plan to expend the appropriation.
- 16 SECTION 9. Act 268, Session Laws of Hawaii 2013, is
- 17 amended by repealing section 5.
- 18 ["SECTION 5. There is appropriated out of the general
- 19 revenues of the State of Hawaii the sum of \$185,750 or so much
- 20 thereof as may be necessary for fiscal year 2013-2014 to support
- 21 the work of the Hawaii employer union health benefits trust fund
- 22 task force, including necessary travel expenses for task force



members who reside outside of Oahu and consulting services of 1 2 persons knowledgeable in relevant issues. 3 The sum appropriated shall be expended by the department of 4 budget and finance for the purposes of this part."] 5 PART VI. 6 SECTION 10. The purpose of this part is to repeal the 7 appropriation in Act 268, Session Laws of Hawaii 2013, for a study on joint investment information and service sharing by the 8 9 employees' retirement system and Hawaii employer-union health benefits trust fund for fiscal year 2013-2014. 10 11 The legislature finds that the department of budget and finance may not be able to expend the appropriation for fiscal 12 year 2013-2014. This part does not repeal the appropriation for 13 14 the study for fiscal year 2014-2015. 15 SECTION 11. Act 268, Session Laws of Hawaii 2013, is amended by amending section 13 to read as follows: 16 17 "SECTION 13. There is appropriated out of the general 18 revenues of the State of Hawaii the sum of [\$500,000] \$100,000 19 or so much thereof as may be necessary for fiscal year 2013-2014 and the [same] sum [or] of \$350,000 so much thereof as may be 20 necessary for fiscal year 2014-2015 for the department of budget 21

and finance to conduct a study and develop an implementation

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- 1 plan to have both the employer-union health benefits trust fund
- 2 and the employees' retirement system jointly share investment
- 3 information and services.
- 4 The sums appropriated shall be expended by the department
- 5 of budget and finance for the purposes of this Act."
- 6 PART VII.
- 7 SECTION 12. The purpose of this part is to authorize the
- 8 transfer of the excess funds contained in the medicaid
- 9 investigations recovery fund, established under section 28-91.5,
- 10 Hawaii Revised Statutes, to the general fund.
- 11 SECTION 13. The legislature finds that there is in the
- 12 medicaid investigations recovery fund, established under section
- 13 28-91.5, Hawaii Revised Statutes, at least \$1,500,000 in excess
- 14 of the requirements of the fund. Until June 30, 2014, the
- 15 director of finance may transfer from the medicaid
- 16 investigations recovery fund to the general fund the sum of
- 17 \$1,500,000 or so much thereof as may be necessary for fiscal
- 18 year 2014-2015.
- 19 PART VIII.
- 20 SECTION 14. Statutory material to be repealed is bracketed
- 21 and stricken. New statutory material is underscored.
- 22 SECTION 15. This Act shall take effect upon its approval.

## Report Title:

Specific 2013 Appropriations; Repeal

## Description:

Repeals or reduces certain appropriations in legislative acts passed during the regular session of 2013 that the designated expending agency does not plan to expend in fiscal year 2013-2014. Authorizes the transfer of excess funds from the mediciaid investigations recovery fund to the general fund until June 30, 2014. (SD1)

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