

EXECUTIVE CHAMBERS HONOLULU

DAVID Y. IGE GOVERNOR

May 10, 2018

## O18 GOV. MSG. NO. 1112

The Honorable Ronald D. Kouchi, President and Members of the Senate Twenty-Ninth State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Twenty-Ninth State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on May 10, 2018, the following bill was signed into law:

SB192 SD1 HD1 CD1

RELATING TO THE STATE BUDGET ACT 012

Sincerely,

DAVID Y. IGE Governor, State of Hawai'i

Approved by the Governor MAY 1 0 2018

THE SENATE TWENTY-NINTH LEGISLATURE, 2017 STATE OF HAWAII

## ACT 012 S.B. NO. <sup>192</sup> <sup>S.D. 1</sup> <sup>H.D. 1</sup> <sup>C.D. 1</sup>

# A BILL FOR AN ACT

RELATING TO THE STATE BUDGET.

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

#### PART I

2 SECTION 1. Notwithstanding the provisions of chapter 328L, Hawaii Revised Statutes, all non-participating manufacturer 3 adjustment moneys received by the State in calendar year 2018 4 5 that relate to compliance with the tobacco master settlement 6 agreement from calendar years 2004 to 2017 and have been 7 withheld from the State during any disputed years shall be deposited into the emergency and budget reserve fund established 8 9 pursuant to section 328L-3, Hawaii Revised Statutes.

10 SECTION 2. The legislature enacted Act 84, Session Laws of Hawaii 2015, which converted funding for department of land and 11 natural resources programs from special funds to general funds. 12 The legislature finds that there is \$15,307,518 unencumbered in 13 the natural area reserve fund, established under section 195-9, 14 Hawaii Revised Statutes. On July 1, 2018, the director of 15 finance shall transfer from the natural area reserve fund to the 16 general fund the sum of \$15,307,518 or so much thereof as may be 17 18 necessary for fiscal year 2018-2019. SB192 CD1 LRB 18-2454.doc 1

S.B. NO. <sup>192</sup> S.D. 1 H.D. 1 C.D. 1

1 SECTION 3. The legislature finds that there is at least 2 \$18,929,462 in excess of the requirements of the tobacco 3 settlement special fund. Notwithstanding the provisions of 4 chapter 328L, Hawaii Revised Statutes, this sum shall be 5 utilized to provide revenue to the Hawaii tobacco prevention and 6 control trust fund, established under section 328L-5, Hawaii 7 Revised Statutes, and the university revenue-undertakings fund, 8 established under section 304A-2167.5, Hawaii Revised Statutes, 9 to supplant any losses that result from any discount or 10 reduction taken against regular master settlement agreement 11 payments received by the State between calendar year 2018 and 12 calendar year 2022; provided that the Hawaii tobacco prevention 13 and control trust fund shall have priority over other programs 14 in the event that any remaining sums are insufficient to 15 supplant reductions.

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#### PART II

SECTION 4. The legislature finds that the county of Kauai and portions of the city and county of Honolulu suffered a disastrous occurrence of heavy rains and flooding in April 2018, that caused extensive damage to the slopes adjacent to Kuhio Highway and impacted the communities of Wainiha, Haena, and

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other regions in the county of Kauai, as well as other areas of 1 the State, thereby endangering the health, safety, and welfare 2 3 of the people. This severe, sudden, and extraordinary weather event of heavy rains and flooding has caused damage, losses, and 4 5 suffering, which has affected the health, welfare, and living conditions of a substantial number of persons, and is of such a 6 7 serious nature as to warrant rehabilitative assistance from the 8 State.

9 The purpose of this part is to appropriate funds to the 10 department of defense for disaster relief efforts in the county 11 of Kauai and other areas of the State that have been adversely 12 impacted by the extraordinary weather event that occurred in 13 April 2018.

14 SECTION 5. There is appropriated out of the general 15 revenues of the State of Hawaii the sum of \$100,000,000 or so much thereof as may be necessary for fiscal year 2017-2018 to 16 protect the health, safety, and welfare of the people, and 17 18 provide relief from disaster damages, losses, and suffering 19 caused by the extraordinary weather event that produced 20 torrential rains and resultant flooding in the county of Kauai 21 in April 2018.

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The sum appropriated shall be allotted to the department of 1 2 defense and expended by the adjutant general solely for the 3 express stated purposes of this part; provided that the moneys 4 appropriated pursuant to this section shall not lapse at the end 5 of the fiscal year for which the moneys have been appropriated; provided further that any moneys appropriated pursuant to this 6 7 section that are unencumbered as of June 30, 2019, shall lapse 8 on that date.

9 SECTION 6. There is appropriated out of the general 10 revenues of the State of Hawaii the sum of \$25,000,000 or so 11 much thereof as may be necessary for fiscal year 2017-2018 to 12 protect the health, safety, and welfare of the people, and 13 provide relief from disaster damages, losses, and suffering 14 caused by the extraordinary weather event that produced 15 torrential rains and resultant flooding in areas of the State 16 other than the county of Kauai in April 2018.

17 The sum appropriated shall be allotted to the department of 18 defense and expended by the adjutant general solely for the 19 express stated purposes of this part; provided that the moneys 20 appropriated pursuant to this section shall not lapse at the end 21 of the fiscal year for which the moneys have been appropriated;

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# provided further that any moneys appropriated pursuant to this

2 section that are unencumbered as of June 30, 2019, shall lapse 3 on that date.

SECTION 7. (a) Moneys appropriated pursuant to this part
shall be expended in accordance with section 127A-12(b), Hawaii
Revised Statutes, as the adjutant general and governor deem
appropriate.

8 (b) The appropriations and expenditures made pursuant to
9 this part shall not be subject to the expenditure limitations
10 established in section 127A-16, Hawaii Revised Statutes.

11 · PART III

SECTION 8. This Act shall take effect upon its approval.

APPROVED this

day of MAY

, 2018

192 S.D. 1

H.D. 1

S.B. NO

GOVERNOR OF THE STATE OF HAWAII

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#### SB No. 192, SD 1, HD 1, CD 1

#### THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 25, 2018 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Twenty-Ninth Legislature of the State of Hawaii, Regular Session of 2018.

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Scott K. Saiki Speaker House of Representatives

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Brian L. Takeshita Chief Clerk House of Representatives

### THE SENATE OF THE STATE OF HAWAI'I

Date: April 25, 2018 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the

Senate of the Twenty-ninth Legislature of the State of Hawai'i, Regular Session of 2018.

President of the Senate

Clerk of the Senate