

### GOV. MSG. NO. 1105

DAVID Y. IGE GOVERNOR

July 6, 2020

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirtieth State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirtieth 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 July 6, 2020, the following bill was signed into law:

SB3139 SD1 HD1

RELATING TO THE STATE BUDGET. ACT 004 (20)

Please note the line item veto on page 5 line 6, reducing the \$432,000,605 appropriation to \$0.

Sincerely,

DAVID Y. IGI

Governor, State of Hawai'i

on \_\_\_\_\_\_\_06 2020
THE SENATE
THIRTIETH LEGISLATURE, 2020
STATE OF HAWAII

ACT 0 0 4 S.B. NO. S.D. 1 H.D. 1

#### A BILL FOR AN ACT

RELATING TO THE STATE BUDGET.

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

1	PART I
2	SECTION 1. The legislature finds that Act 39, Session Laws
3	of Hawaii 2018, appropriated \$200,000,000 in general funds to
4	the rental housing revolving fund. In addition, the rental
5	housing revolving fund receives \$38,000,000 annually from
6	conveyance tax collections. On June 30, 2019, the ending
7	balance of the rental housing revolving fund was \$362,740,473,
8	and by June 30, 2020, the ending balance is projected to be
9	\$445,624,761. The economic impact of the coronavirus disease
10	2019 (COVID-19) has created a severe budget shortfall for the
11	State.
12	Accordingly, the purpose of this part is to:
13	(1) Replace, where eligible, general fund appropriations
14	with general obligation bond funds;
15	(2) Deposit, or authorize the transfer of, those general
16	funds into the emergency and budget reserve fund; and

## S.B. NO. S.D. 1

- 1 (3) Authorize the transfer of excess moneys from other
- 2 sources into the emergency and budget reserve fund.
- 3 SECTION 2. The director of finance is authorized to issue
- 4 general obligation bonds in the sum of \$250,000,000 or so much
- 5 thereof as may be necessary and the same sum or so much thereof
- 6 as may be necessary is appropriated for fiscal year 2020-2021
- 7 for deposit into the rental housing revolving fund; provided
- 8 that the appropriation made for the capital improvement project
- 9 authorized by this section shall not lapse at the end of the
- 10 fiscal year for which the appropriation is made; provided
- 11 further that all moneys from the appropriation unencumbered as
- 12 of June 30, 2022, shall lapse as of that date.
- 13 SECTION 3. On May 28, 2020, the director of finance is
- 14 authorized to transfer from the rental housing revolving fund to
- 15 the emergency and budget reserve fund the sum of \$250,000,000 or
- 16 so much thereof as may be necessary for fiscal year 2019-2020.
- 17 SECTION 4. Act 268, Session Laws of Hawaii 2019, is
- 18 amended by repealing section 4.
- 19 ["SECTION 4. There is appropriated out of the general
- 20 revenues of the State of Hawaii the sum of \$20,000,000 or so
- 21 much thereof as may be necessary for fiscal year 2019 2020 for

- 1 the establishment and development of the stadium development
- 2 district for public use.
- 3 The sum appropriated shall be expended by the Hawaii
- 4 community development authority for the purposes of this Act;
- 5 provided that the appropriation shall not lapse at the end of
- 6 the fiscal year for which the appropriation is made; provided
- 7 further that all moneys unencumbered as of June 30, 2022, shall
- 8 lapse as of that date."]
- 9 SECTION 5. Act 268, Session Laws of Hawaii 2019, is
- 10 amended by amending section 6 to read as follows:
- "SECTION 6. The director of finance is authorized to issue
- 12 general obligation bonds in the sum of \$150,000,000 \$170,000,000
- or so much thereof as may be necessary and the same sum or so
- 14 much thereof as may be necessary is appropriated for fiscal year
- 15 2019-2020 to the Hawaii community development authority for the
- 16 stadium development district[-]; provided that the appropriation
- 17 made for the capital improvement project authorized by this
- 18 section shall not lapse at the end of the fiscal year for which
- 19 the appropriation is made; provided further that all moneys from
- the appropriation unencumbered as of June 30, 2022, shall lapse
- 21 as of that date.

- 1 The sum appropriated shall be expended by the Hawaii
- 2 community development authority for the purposes of this Act."
- 3 SECTION 6. On May 28, 2020, there is appropriated out of
- 4 the general revenues of the State of Hawaii the sum of
- 5 \$20,000,000 or so much thereof as may be necessary for fiscal
- 6 year 2019-2020 to be deposited into the emergency and budget
- 7 reserve fund.
- 8 SECTION 7. On May 28, 2020, the director of finance is
- 9 authorized to transfer from the mental health and substance
- 10 abuse special fund to the emergency and budget reserve fund the
- 11 sum of \$25,000,000 or so much thereof as may be necessary for
- 12 fiscal year 2019-2020.
- 13 SECTION 8. On May 28, 2020, the director of finance is
- 14 authorized to transfer from the Hawaii tobacco settlement
- 15 special fund to the emergency and budget reserve fund the sum of
- 16 \$8,000,000 or so much thereof as may be necessary for fiscal
- 17 year 2019-2020.
- 18 PART II
- 19 SECTION 9. The legislature finds that the Supplemental
- 20 Appropriations Act of 2020 and the Judiciary Supplemental
- 21 Appropriations Act of 2020 reduced expenditures in fiscal year

### S.B. NO. 5.D. 1

- 1 2019-2020 and fiscal year 2020-2021. The purpose of this part
- 2 is to transfer those savings to the emergency and budget reserve
- 3 fund.
- 4 SECTION 10. On May 28, 2020, there is appropriated out of
- 5 the general revenues of the State of Hawaii the sum of
- 6 \$432,000,605 or so much thereof as may be necessary for fiscal
- 7 year 2019-2020 to be deposited into the emergency and budget
- 8 reserve fund.
- 9 PART III
- 10 SECTION 11. Statutory material to be repealed is bracketed
- 11 and stricken. New statutory material is underscored.
- 12 SECTION 12. This Act shall take effect on May 27, 2020;
- 13 provided that section 2 shall take effect on July 1, 2020.

APPROVED this day of , 2020

GOVERNOR OF THE STATE OF HAWAII

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

Date: May 21, 2020 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirtieth Legislature of the State of Hawai'i, Regular Session of 2020.

MMM, W President of the Senate

Clerk of the Senate

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# THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 18, 2020 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Third Reading in the House of Representatives of the Thirtieth Legislature of the State of Hawaii, Regular Session of 2020.

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Scott K. Saiki Speaker House of Representatives

Brian L. Takeshita Chief Clerk

House of Representatives

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