



EXECUTIVE CHAMBERS

HONOLULU

DAVID Y. IGE  
GOVERNOR

GOV. MSG. NO. 5

March 19, 2021

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

✓ The Honorable Scott K. Saiki,  
Speaker and Members of the House  
of Representatives  
Thirty-First State Legislature  
State Capitol, Room 431  
Honolulu, Hawai'i 96813

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

Transmitted herewith are proposed changes to the FB 2021-23 Executive Budget for the Departments of Accounting and General Services, Defense, Education, Health (DOH), Taxation, and Transportation (DOT).

Your favorable consideration is requested for the budget requests to amend the Executive Budget as follows:

1. Adjustments to the Operating Budget Request:

The following budget requests are being proposed to update amounts requested in the operating budget:

**Department of Accounting and General Services**

Central Services – Custodial Services, Hawai'i District Office (AGS 231/FB)

Adds a 0.50 permanent general-funded full-time equivalent (FTE) position and trades-off \$21,624 in general funds from other current expenses to payroll in FY 22 and FY 23 to convert an existing 0.50 permanent FTE Janitor II position to a 1.00 permanent general-funded FTE position. This currently filled position has been deemed essential and is necessary to maintain the safety and health of occupants of State facilities, especially during the current pandemic.

## **Department of Defense**

### Amelioration of Physical Disasters (DEF 110/AA)

Reduces \$1,000,000 in general funds in FY 22 and FY 23 to reverse the budget request included in the FB 2021-23 Executive Budget for maintenance of the airport thermal scanner device. Instead, the Department of Budget and Finance proposes to provide federal funds from the American Rescue Plan Act to DOT to execute the airport thermal scanner device maintenance contract.

### Amelioration of Physical Disasters (DEF 110/AD)

Adds 2.00 permanent and 8.00 temporary FTE positions and \$513,504 in general funds in FY 22 and FY 23 to restore various key and support positions and funding for the Hawai'i Emergency Management Agency (HIEMA) emergency response and disaster relief. Positions include disaster accountants, civil defense planners, maintenance personnel, information technology specialists, etc.

Funding for these positions was reduced by Act 7, SLH 2020, as amended by Act 9, SLH 2020. Thus, the respective position counts were reduced in the FB 2021-23 Executive Budget to reconcile the program's budget.

### Amelioration of Physical Disasters (DEF 110/AD)

Adds \$250,000 in general funds in FY 22 and FY 23 for additional operating costs to maintain siren devices statewide, to include battery and parts replacement, utilities, intrastate transportation, service fees, etc. Federal grants will no longer be available for reimbursement of routine operational and maintenance expenditures effective FY 22.

### Amelioration of Physical Disasters (DEF 110/AD)

Adds \$350,000 in general funds and trades-off \$25,000 in federal funds from other current expenses to payroll in FY 22 and FY 23 to provide additional funding for overtime, maintenance costs, and other operating expenditures to sustain daily operations that will no longer be eligible for federal reimbursement effective FY 22. The funding will support the mission of HIEMA in fulfilling blue sky and gray sky preparedness operations from normal and standard to critical functions.

### Services to Veterans (DEF 112/VA)

Adds 2.00 permanent FTE positions (Veterans Services Counselor II – Kaua'i and Secretary I) and \$81,383 in general funds in FY 22 and FY 23 to restore positions and funding to support and manage operations for veterans. Funding for these

positions was originally reduced in Act 7, SLH 2020, as amended by Act 9, SLH 2020. Thus, the respective position counts were reduced in the FB 2021-23 Executive Budget to reconcile the program's budget.

## **Department of Education**

### School Support (EDN 400/RR)

Reduces 2.00 general-funded permanent FTE positions in FY 22 and FY 23 to correct an error in Governor's Message No. 1, which erroneously restored 32.00 permanent FTE positions instead of 30.00 permanent FTE positions.

## **Department of Education – Charter Schools**

### Charter Schools (EDN 600/JA)

Corrects a program ID error in Governor's Message No. 1 for the Charter Schools' request to adjust the Program Review reduction by adding \$9,167,926 in general funds in FY 22 and FY 23. The request was incorrectly labeled with program ID EDN 612/JR but should be program ID EDN 600/JA. The program ID description "Charter Schools," however, is correct.

### Charter Schools (EDN 600/JA)

Corrects a program ID error in Governor's Message No. 1 for the Charter Schools' request to reduce the per pupil adjustment by \$2,138,956 in general funds in FY 22 and FY 23. The request was incorrectly labeled with program ID EDN 612/JR but should be program ID EDN 600/JA. The program ID description "Charter Schools," however, is correct.

## **Department of Health**

### General Administration (HTH 907/AP)

Reduces 3.00 permanent FTE positions and \$169,668 in general funds in FY 22 and FY 23 to reverse the FB 2021-23 Executive Budget request to transfer these positions and funds from the Office of Language Access (OLA) to DOH's Office of Planning, Policy and Program Development.

### Office of Language Access (HTH 908/AR)

Adds 2.00 permanent FTE and \$169,668 in general funds in FY 22 and FY 23 to reverse the FB 2021-23 Executive Budget request to maintain OLA as an independent agency. As such, OLA would continue to have the authority and flexibility to effect change in the community and ensure meaningful access for Hawai'i's limited English proficiency community.

## **Department of Taxation**

### Compliance Division, Audit Branch – O'ahu (TAX 100/CO)

Adds 1.00 permanent general-funded position in FY 22 and FY 23 to offset an error which resulted in an unfunded Management Analyst III, Position No. 12002, being deleted twice after it was inadvertently transferred to TAX 107/AA after first being deleted in TAX 100/CO.

### Tax Services and Processing (TAX 105/BA)

Decreases \$46,272 in general funds in FY 22 and FY 23 in other personal services to reflect the transfer of funds to TAX 105/BB for an unfunded Account Clerk III, Position No. 118500.

### Revenue Accounting Branch (TAX 105/BB)

Adds 1.00 permanent position and \$46,272 in general funds in FY 22 and FY 23 to reverse the deletion of an unfunded Account Clerk III, Position No. 118500, and to reflect the transfer of funds from TAX 105/BA to fund the position in FB 2021-23.

### Taxpayers Services Branch (TAX 105/BC)

Adds 1.00 permanent general-funded position in FY 22 and FY 23 to offset an error which resulted in an unfunded Management Analyst III, Position No. 39132, being deleted twice after it was inadvertently transferred to TAX 107/AA after first being deleted in TAX 105/BC.

### Office of the Director (TAX 107/AA)

Deletes 2.00 permanent general-funded positions in FY 22 and FY 23 to reverse the transfer of two Management Analyst III positions, Position Nos. 12002 and 39132, from TAX 100/CO and TAX 105/BC.

### Office of the Director (TAX 107/AA)

Transfers \$64,136 in general funds from other personal services to personal services to fund 1.00 permanent unfunded Accountant III, Position No. 16055. This position was originally intended to be funded via trade-off/transfer, but the transaction was inadvertently left out of the FB 2021-23 Executive Budget.

**Department of Transportation**

O'ahu Highways (TRN 501/DC)

Adds \$500,000 in special funds in FY 22 and FY 23 for contractual services for the repair and maintenance of traffic controllers on O'ahu.

Hawai'i Highways (TRN 511/DD)

Transfers-out 0.50 permanent FTE and \$57,069 in special funds in FY 22 and FY 23 for an Engineer VI position from Hawai'i Highways to Highways Administration – Project.

Highways Administration – Project (TRN 595/DA)

Transfers-in 0.50 permanent FTE and \$57,069 in special funds in FY 22 and FY 23 for an Engineer VI position from Hawai'i Highways to Highways Administration – Project.

Highways Administration (TRN 595/DB)

Adds \$800,000 in special funds in FY 22 and FY 23 for the development and implementation of a Transportation Business Intelligence Solution. The ArcGIS via the Environmental Systems Research Institute, Inc., platform will provide supporting database applications for various Highways Division programs.

Highways Administration (TRN 595/DB)

Adds \$30,000 in federal funds in FY 22 and FY 23 for the Disadvantaged Business Enterprise (DBE) program. The DBE program is a small business program which helps to ensure that firms owned by minorities, women, and other socially- and economically-disadvantaged persons have an equal opportunity to compete for contracts and subcontracts in the transportation industry.

2. Adjustments to the Capital Improvement Program Request:

The following budget request is being proposed to update amounts requested in the capital improvement program budget:

**Department of Transportation**

O'ahu Highways (TRN 501)

Adds \$25,000,000 in revenue bond funds in FY 22 for construction for Farrington Highway Widening, Kapolei Golf Course to Fort Weaver Road, O'ahu.

The Honorable Ronald D. Kouchi  
The Honorable Scott K. Saiki  
March 19, 2021  
Page 6 of 6

Your favorable consideration of this request is appreciated.

With warmest regards,

A handwritten signature in black ink, reading "David Y. Ige". The signature is fluid and cursive, with the first name "David" being the most prominent.

David Y. Ige  
Governor, State of Hawai'i

Attachment

c: Honorable Donovan M. Dela Cruz  
Honorable Sylvia Luke

OPERATINGAdjustments to Update Operating Budget Requests:

The following budget requests are being proposed to update amounts requested in the operating budget:

**Department of Accounting and General Services**Central Services – Custodial Services, Hawai'i District Office (AGS 231/FB)

Adds a 0.50 permanent general-funded full-time equivalent (FTE) position and trades-off \$21,624 in general funds from other current expenses to payroll in FY 22 and FY 23 to convert an existing 0.50 permanent FTE Janitor II position to a 1.00 permanent general-funded FTE position. This currently filled position has been deemed essential and is necessary to maintain the safety and health of occupants of State facilities, especially during the current pandemic.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	0.50 A Perm	0.50 A Perm
	\$21,624 A	\$21,624 A
Other Current Expenses	-\$21,624 A	-\$21,624 A

**Department of Defense**Amelioration of Physical Disasters (DEF 110/AA)

Reduces \$1,000,000 in general funds in FY 22 and FY 23 to reverse the budget request included in the FB 2021-23 Executive Budget for maintenance of the airport thermal scanner device. Instead, the Department of Budget and Finance proposes to provide federal funds from the American Rescue Plan Act to the Department of Transportation to execute the airport thermal scanner device maintenance contract.

	<u>FY 22</u>	<u>FY 23</u>
Other Current Expenses	-\$1,000,000 A	-\$1,000,000 A

Amelioration of Physical Disasters (DEF 110/AD)

Adds 2.00 permanent and 8.00 temporary FTE positions and \$513,504 in general funds in FY 22 and FY 23 to restore various key and support positions and funding for the Hawai'i Emergency Management Agency (HIEMA) emergency response and disaster relief. Positions include disaster accountants, civil defense planners, maintenance personnel, information technology specialists, etc.

Funding for these positions was reduced by Act 7, SLH 2020, as amended by Act 9, SLH 2020. Thus, the respective position counts were reduced in the FB 2021-23 Executive Budget to reconcile the program's budget.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	2.00 A Perm 8.00 A Temp \$513,504 A	2.00 A Perm 8.00 A Temp \$513,504 A

Amelioration of Physical Disasters (DEF 110/AD)

Adds \$250,000 in general funds in FY 22 and FY 23 for additional operating costs to maintain siren devices statewide, to include battery and parts replacement, utilities, intrastate transportation, service fees, etc. Federal grants will no longer be available for reimbursement of routine operational and maintenance expenditures effective FY 22.

	<u>FY 22</u>	<u>FY 23</u>
Other Current Expenses	\$250,000 A	\$250,000 A

Amelioration of Physical Disasters (DEF 110/AD)

Adds \$350,000 in general funds and trades-off \$25,000 in federal funds from other current expenses to payroll in FY 22 and FY 23 to provide additional funding for overtime, maintenance costs, and other operating expenditures to sustain daily operations that will no longer be eligible for federal reimbursement effective FY 22. The funding will support the mission of HIEMA in fulfilling blue sky and gray sky preparedness operations from normal and standard to critical functions.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	\$ 40,000 A	\$ 40,000 A
	\$ 25,000 N	\$ 25,000 N
Other Current Expenses	\$310,000 A	\$310,000 A
	-\$ 25,000 N	-\$ 25,000 N



Services to Veterans (DEF 112/VA)

Adds 2.00 permanent FTE positions (Veterans Services Counselor II – Kaua'i and Secretary I) and \$81,383 in general funds in FY 22 and FY 23 to restore positions and funding to support and manage operations for veterans. Funding for these positions was originally reduced in Act 7, SLH 2020, as amended by Act 9, SLH 2020. Thus, the respective position counts were reduced in the FB 2021-23 Executive Budget to reconcile the program's budget.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	2.00 A Perm \$81,383 A	2.00 A Perm \$81,383 A

**Department of Education**

School Support (EDN 400/RR)

Reduces 2.00 general-funded permanent FTE positions in FY 22 and FY 23 to correct an error in Governor's Message No. 1, which erroneously restored 32.00 permanent FTE positions instead of 30.00 permanent FTE positions.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	-2.00 A Perm	-2.00 A Perm

**Department of Education – Charter Schools**

Charter Schools (EDN 600/JA)

Corrects a program ID error in Governor's Message No. 1 for the Charter Schools' request to adjust the Program Review reduction by adding \$9,167,926 in general funds in FY 22 and FY 23. The request was incorrectly labeled with program ID EDN 612/JR but should be program ID EDN 600/JA. The program ID description "Charter Schools," however, is correct.

Charter Schools (EDN 600/JA)

Corrects a program ID error in Governor's Message No. 1 for the Charter Schools' request to reduce the per pupil adjustment by \$2,138,956 in general funds in FY 22 and FY 23. The request was incorrectly labeled with program ID EDN 612/JR but should be program ID EDN 600/JA. The program ID description "Charter Schools," however, is correct.

## **Department of Health**

### General Administration (HTH 907/AP)

Reduces 3.00 permanent FTE positions and \$169,668 in general funds in FY 22 and FY 23 to reverse the FB 2021-23 Executive Budget request to transfer these positions and funds from the Office of Language Access (OLA) to the Department of Health's Office of Planning, Policy and Program Development.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	-3.00 A Perm -\$169,668 A	-3.00 A Perm -169,668 A

### Office of Language Access (HTH 908/AR)

Adds 2.00 permanent FTE and \$169,668 in general funds in FY 22 and FY 23 to reverse the FB 2021-23 Executive Budget request to maintain OLA as an independent agency. As such, OLA would continue to have the authority and flexibility to effect change in the community and ensure meaningful access for Hawai'i's limited English proficiency community.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	2.00 A Perm \$129,384 A	2.00 A Perm \$129,384 A
Other Current Expenses	\$ 40,284 A	\$ 40,284 A

## **Department of Taxation**

### Compliance Division, Audit Branch – O'ahu (TAX 100/CO)

Adds 1.00 permanent general-funded position in FY 22 and FY 23 to offset an error which resulted in an unfunded Management Analyst III, Position No. 12002, being deleted twice after it was inadvertently transferred to TAX 107/AA after first being deleted in TAX 100/CO.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	1.00 A Perm	1.00 A Perm

Tax Services and Processing (TAX 105/BA)

Decreases \$46,272 in general funds in FY 22 and FY 23 in other personal services to reflect the transfer of funds to TAX 105/BB for an unfunded Account Clerk III, Position No. 118500.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	-\$46,272 A	-\$46,272 A

Revenue Accounting Branch (TAX 105/BB)

Adds 1.00 permanent position and \$46,272 in general funds in FY 22 and FY 23 to reverse the deletion of an unfunded Account Clerk III, Position No. 118500, and to reflect the transfer of funds from TAX 105/BA to fund the position in FB 2021-23.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	1.00 A Perm \$46,272 A	1.00 A Perm \$46,272 A

Taxpayers Services Branch (TAX 105/BC)

Adds 1.00 permanent general-funded position in FY 22 and FY 23 to offset an error which resulted in an unfunded Management Analyst III, Position No. 39132, being deleted twice after it was inadvertently transferred to TAX 107/AA after first being deleted in TAX 105/BC.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	1.00 A Perm	1.00 A Perm

Office of the Director (TAX 107/AA)

Deletes 2.00 permanent general-funded positions in FY 22 and FY 23 to reverse the transfer of two Management Analyst III positions, Position Nos. 12002 and 39132, from TAX 100/CO and TAX 105/BC.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	-2.00 A Perm	-2.00 A Perm

Office of the Director (TAX 107/AA)

Transfers \$64,136 in general funds from other personal services to personal services to fund 1.00 permanent unfunded Accountant III, Position No. 16055. This position was originally intended to be funded via trade-off/transfer, but the transaction was inadvertently left out of the FB 2021-23 Executive Budget.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	-\$64,136 A	-\$64,136 A
	\$64,136 A	\$64,136 A

**Department of Transportation**

O'ahu Highways (TRN 501/DC)

Adds \$500,000 in special funds in FY 22 and FY 23 for contractual services for the repair and maintenance of traffic controllers on O'ahu.

	<u>FY 22</u>	<u>FY 23</u>
Other Current Expenses	\$500,000 B	\$500,000 B

Hawai'i Highways (TRN 511/DD)

Transfers-out 0.50 permanent FTE and \$57,069 in special funds in FY 22 and FY 23 for an Engineer VI position from Hawai'i Highways to Highways Administration – Project.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	-0.50 B Perm	-0.50 B Perm
	-\$57,069 B	-\$57,069 B

Highways Administration – Project (TRN 595/DA)

Transfers-in 0.50 permanent FTE and \$57,069 in special funds in FY 22 and FY 23 for an Engineer VI position from Hawai'i Highways to Highways Administration – Project.

	<u>FY 22</u>	<u>FY 23</u>
Personal Services	0.50 B Perm	0.50 B Perm
	\$57,069 B	\$57,069 B

Highways Administration (TRN 595/DB)

Adds \$800,000 in special funds in FY 22 and FY 23 for the development and implementation of a Transportation Business Intelligence Solution. The ArcGIS via the Environmental Systems Research Institute, Inc., platform will provide supporting database applications for various Highways Division programs.

	<u>FY 22</u>	<u>FY 23</u>
Other Current Expenses	\$800,000 B	\$800,000 B

Highways Administration (TRN 595/DB)

Adds \$30,000 in federal funds in FY 22 and FY 23 for the Disadvantaged Business Enterprise (DBE) program. The DBE program is a small business program which helps to ensure that firms owned by minorities, women, and other socially- and economically-disadvantaged persons have an equal opportunity to compete for contracts and subcontracts in the transportation industry.

	<u>FY 22</u>	<u>FY 23</u>
Other Current Expenses	\$30,000 N	\$30,000 N

CAPITAL IMPROVEMENT PROGRAM

Adjustment to Update Capital Improvement Program Request:

**Department of Transportation**

TRN 501 O'AHU HIGHWAYS

By adding a new item:

"FARRINGTON HIGHWAY WIDENING, KAPOLEI GOLF COURSE TO FORT  
WEAVER ROAD, OAHU

CONSTRUCTION FOR THE WIDENING OF FARRINGTON HIGHWAY FROM  
THE VICINITY OF KAPOLEI GOLF COURSE TO THE VICINITY OF FORT  
WEAVER ROAD.

	<u>FY 2022</u>	<u>FY 2023</u>
<u>CONSTRUCTION</u>	<u>25,000</u>	<u>0</u>
<u>TOTAL FUNDING</u> <u>TRN</u>	<u>25,000 E</u>	<u>0 E"</u>