



HAWAII

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**TESTIMONY OF
THE STATE FOUNDATION ON CULTURE AND THE ARTS
TO THE COMMITTEE ON CULTURE, ARTS & INTERNATIONAL AFFAIRS
March 22, 2023 Conference Room 309 & Videoconference at 10:00AM
H.C.R.37/H.R.41**

**REQUESTING THE COMPTROLLER, IN CONSULTATION WITH THE DIRECTOR
OF FINANCE, TO SUBMIT A REPORT ON THE PROCESS AND PROCEDURES
FOR THE TRANSFER OF FUNDS TO THE WORKS OF ART SPECIAL FUND.**

Chair Tam and members of the Committee, the State Foundation on Culture and the Arts (SFCA), is pleased to offer **COMMENTS** on H.C.R.37/H.R.41 which requests that the Comptroller, in consultation with the Director of Finance, submit a report to the Legislature on the process and procedures for the transfer of funds to the Works of Art Special Fund.

The State Foundation on Culture and the Arts welcomes the review of the process and procedures for the transfer of funds to the works of Art Special Fund to ensure the accuracy and integrity of the process. The Comptroller's Memorandum 2021-09 provides guidance and Instructions regarding transfers to the Works of Art Special Fund from Capital Improvement Program (CIP) appropriations pursuant to HRS Section 103-8.5. The Comptroller's Memorandum No. 2021-09 was developed collaboratively with the Department of Budget and Finance, Attorney General, the Comptroller and the State Foundation on Culture and the Arts to create a clear and effective process and procedures for the transfer of funds of the Works of Art Special Fund.

Below for the Committee's consideration is our markup of House Concurrent Resolution 37 and proposed changes to support this effort. Underlines indicate proposed additional language.

H.C.R.37
Page 2
lines 22-36

BE IT RESOLVED by the House of Representatives of the Thirty—second Legislature of the State of Hawaii, Regular Session of 2023, the Senate concurring, that the Comptroller, in consultation with the Director of Finance, the Department of the Attorney General and the State Foundation on Culture and the Arts is requested to submit a report to the Legislature on the process and procedures for the transfer of funds to the Works of Art Special Fund; and

BE IT FURTHER RESOLVED that the report include:

- (1) An analysis on the appropriate cost elements to be included in the transfers; and
- (2) Determine if transfers are being made more than once for the same project when appropriations are lapsed and reauthorized; and
- (3) Identify qualifying construction and/or renovation projects which have not calculated and transferred the correct amount to the Works of Art Special Fund.
- (4) Establish a process within the Department of Budget and Finance for Comptroller to ensure the correct calculations and transfers occur per 103-8.5hrs.

Thank you for the opportunity to provide comments on this matter.

JOSH GREEN, M.D.
GOVERNOR
KE KIA'ĀINA



KEITH A. REGAN
COMPTROLLER
KA LUNA HO'OMALU HANA LAULĀ

MEOH-LENG SILLIMAN
DEPUTY COMPTROLLER
KA HOPE LUNA HO'OMALU HANA LAULĀ

STATE OF HAWAII | KA MOKU'ĀINA O HAWAII
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES | KA 'OIHANA LOIHELU A LAWELAWÉ LAULĀ
P.O. BOX 119, HONOLULU, HAWAII 96810-0119

WRITTEN TESTIMONY OF
KEITH A. REGAN, COMPTROLLER
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES
TO THE

COMMITTEE ON CULTURE, ARTS & INTERATIONAL AFFAIRS

MARCH 22, 2023, 10:00 AM
CONFERENCE ROOM 309 AND VIA VIDEOCONFERENCE, STATE CAPITOL

H.C.R.37 / H.R.41

REQUESTING THE COMPTROLLER, IN CONSULTATION WITH THE DIRECTOR OF FINANCE, TO SUBMIT A REPORT ON THE PROCESS AND PROCEDURES FOR THE TRANSFER OF FUNDS TO THE WORKS OF ART SPECIAL FUND.

Chair Tam, Vice Chair Martinez and Members of the Committee, thank you for the opportunity to testify on H.C.R. 37 / H.R. 41.

The Department of Accounting and General Services (DAGS) offers **comments** for H.C.R 37 / H.R. 4, which requires the Comptroller, in consultation with the Director of Finance, to submit a report on the process and procedures for the transfer of funds to the works of art special fund.

We appreciate the intent of this resolution, Comptroller's Memorandum (CM) 2020-22 provides a process for 1% calcuations and contributions. Developed collaboratively with the Comptroller's Office, the Department of Accounting and General Services –

Public Works Division, Department of Budget and Finance, Office of the Attorney General, and the State Foundation on Culture and the Arts, CM 2020-22 outlines a clear and effective process for the 1% calculations and contributions.

Thank you for this opportunity to testify on this matter.

HCR-37

Submitted on: 3/21/2023 10:37:25 AM

Testimony for CAI on 3/22/2023 10:00:00 AM

Submitted By	Organization	Testifier Position	Testify
Douglas Perrine	Individual	Support	Written Testimony Only

Comments:

Clean (green) hydrogen is a critical component of coping with the climate crisis for Hawaii and the rest of the USA and the world. Hawaii, with abundant renewable energy resources, is well positioned to become a leader in green hydrogen technology, and will need this resource for our aviation and other needs. I strongly support passage of HCR35