

GOV. MSG. NO. 1226

EXECUTIVE CHAMBERS KE KE'ENA O KE KIA'ĀINA

JOSH GREEN, M.D. GOVERNOR KE KIA'ĀINA

June 28, 2024

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

The Honorable Scott K. Saiki Speaker, and Members of the House of Representatives Thirty-Second 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 June 28, 2024, the following bill was signed into law:

SB3109 SD1 HD2 CD1

RELATING TO THE DEPARTMENT OF HAWAIIAN HOME LANDS. **ACT 125**

Sincerely,

Josh Green, M.D.

Governor, State of Hawai'i

JUN 28 2024

THE SENATE THIRTY-SECOND LEGISLATURE, 2024 STATE OF HAWAII

S.B. NO. 3109 S.D. 1

A BILL FOR AN ACT

RELATING TO THE DEPARTMENT OF HAWAIIAN HOME LANDS.

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

- The legislature finds that Act 279, Session 1 SECTION 1.
- Laws of Hawaii 2022 (Act 279), appropriated out of the general 2
- revenues of the State of Hawaii the sum of \$600,000,000 or so 3
- much thereof as may be necessary for fiscal year 2021-2022 to 4
- provide a multi-pronged approach to reducing the over 5
- twenty-eight thousand applicants on the department of Hawaiian 6
- home lands waitlist. 7
- The legislature further finds that Act 279 stipulated that 8
- any moneys not encumbered for specific purposes shall lapse to
- the general fund on June 30, 2025. Article VII, section 11, of 10
- the Hawaii State Constitution provides in part that no general 11
- fund appropriation shall be for a period exceeding three years. 12
- This provision therefore permits the encumbrance of biennial 13
- appropriations one year beyond the biennial period, or no later 14
- than June 30, 2024, for the fiscal biennium 2021-2023. 15
- Accordingly, unencumbered funds appropriated by Act 279 will 16
- 17 lapse on June 30, 2024.
- 18 The purpose of this Act is to: 2024-2700 SB3109 CD1 SMA-1.docx

1	(1)	Give practical effect to the legislature's intent for
2		the appropriation in Act 279 by depositing certain
3		unexpended or unencumbered funds appropriated through
4		Act 279 that are set to lapse on June 30, 2024, into
5		an Act 279 special fund and appropriating funds out of
6	•	the Act 279 special fund; and
7	(2)	Provide that monies from the appropriation out of the
8		Act 279 special fund that are unencumbered as June 30,
9		2026, shall lapse as of that date.
10	SECT	ION 2. (a) There is established in the state treasury
1	the Act 2	79 special fund to be administered by the department of
12	Hawaiian	home lands and into which shall be deposited:
13	(1)	Appropriations made by the legislature to the special
14		fund;
15	(2)	Grants provided by governmental agencies or any other
16		source;
17	(3)	Donations and contributions made by private
18		individuals or organizations for deposit into the
19		special fund;
20	(4)	Interest accrued on all amounts in the special fund;
21		and

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2		from other sources.
3	(b)	Moneys in the special fund shall be used by the
4	departmen	t of Hawaiian home lands to fulfill its fiduciary
5	duties to	beneficiaries of this Act and Act 279, Session Laws of
6	Hawaii 20	22, including:
7	(1)	Developing lots or units;
8	(2)	Purchasing available land or units;
9	(3)	Providing funding for an applicant on the waiting list
10		or a qualified relative of the applicant similar to
1 1		the qualified relative of a lessee as referenced in
12		section 208(5) of the Hawaiian Home Commission Act of
13		1920, as amended, who does not own a principal
14		residence to purchase;
15	(4)	Providing a mortgage or rental subsidy to the
16		applicant on the waiting list for the applicant's
17		principal residence in the State;
18	(5)	Exploring and developing opportunities to generate

additional revenue from lands the department controls

to fulfill the fiduciary duties required by this

(5) Any other moneys made available to the special fund

section; and

(6)

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2 list. SECTION 3. Act 279, Session Laws of Hawaii 2022, is 3 4 amended by amending section 6 to read as follows: 5 "SECTION 6. There is appropriated out of the general revenues of the State of Hawaii the sum of \$600,000,000 or so 6 7 much there of as may be necessary for fiscal year 2021-2022 for the purposes of this Act; provided that any moneys not expended 8 9 or encumbered for specific purposes shall lapse to the [general 10 11 Session Laws of Hawaii 2024, on June 30, [2025.] 2024. 12 The sum appropriated shall be expended by the department of 13 Hawaiian home lands for the purposes of this Act." 14 SECTION 4. There is appropriated out of the Act 279 15 special fund the sum of \$129,100,000 or so much thereof as may 16 be necessary for fiscal year 2024-2025 for the purposes of the 17 special fund; provided that the appropriation made by this Act 18 shall not lapse at the end of the fiscal biennium for which the 19 appropriation is made; provided further that all moneys from the 20 appropriation unexpended or unencumbered as of June 30, 2026, 21 shall lapse as of that date.

Other services as necessary to address the waiting

S.B. NO. S.D. 1 H.D. 2 C.D. 1

- 1 The sum appropriated shall be expended by the department of
- 2 Hawaiian home lands for the purposes of Act 279, Session Laws of
- 3 Hawaii 2022.
- 4 SECTION 5. On June 30, 2026, the Act 279 special fund
- 5 shall be abolished and any unexpended and unencumbered balance
- 6 as of the close of business on June 30, 2026, shall lapse to the
- 7 general fund on that date.
- 8 SECTION 6. If any provision of this Act, or the
- 9 application thereof to any person or circumstance, is held
- 10 invalid, the invalidity does not affect other provisions or
- 11 applications of the Act that can be given effect without the
- 12 invalid provision or application, and to this end the provisions
- 13 of this Act are severable.
- 14 SECTION 7. Statutory material to be repealed is bracketed
- 15 and stricken. New statutory material is underscored.
- 16 SECTION 8. This Act shall take effect on June 29, 2024;
- 17 provided that:
- 18 (1) Section 4 shall take effect on July 1, 2024; and
- 19 (2) Section 2 shall be repealed on June 30, 2026.

S.B. NO. S.D. 1 H.D. 2 C.D. 1

APPROVED this 28th day of

June , 2024

GOVERNOR OF THE STATE OF HAWAI'I

THE SENATE OF THE STATE OF HAWAI'I

Date: May 1, 2024

Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-Second Legislature of the State of Hawai'i, Regular Session of 2024.

resident of the Senate

Clerk of the Senate

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 1, 2024 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Second Legislature of the State of Hawaii, Regular Session of 2024.

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Scott K. Saiki Speaker House of Representatives

This Lifelle

Brian L. Takeshita

Chief Clerk

House of Representatives