

ACT 50

A Bill for an Act Making Appropriations Out of the General Revenues and Approving Expenditures from Other Sources for the Fiscal Period Ending June 30, 1965.

Be it Enacted by the Legislature of the State of Hawaii:

SECTION 1. The following sums, or so much thereof as shall be sufficient to accomplish the purpose or programs of the agencies designated herein, are hereby appropriated out of moneys in the treasury from general revenues and the expenditures from other sources of revenues designated herein are hereby approved for the fiscal period beginning July 1, 1964 and ending June 30, 1965:

EDUCATION

EDUCATION, DEPARTMENT OF

46,191,959
(7228.39)

Administration

State	1,969,255(196)
District	347,981(44)
Total Requirements	2,317,236(240)
Less Estimated:	
Special Funds	41,695(5)
Federal Funds:	
Vocational Education Fund.....	26,167(3)
Public Law 864.....	68,305(-)
Manpower Development and Training Fund..	61,480(1)
Area Redevelopment Fund.....	22,594(3)
Civil Defense Fund.....	28,000(2)
Net Appropriation	2,068,995(226)

Instruction and School Services

Kindergarten	2,850,759(467)
Elementary and Secondary	
Administration and Supervision.....	4,113,489(548.5)
Regular Class Instruction.....	29,637,739(4367)
Agricultural Education	581,014(64)
Business and Distributive Education.....	940,074(130)
Home Economics	643,059(89)
Industrial Arts Education.....	971,038(129)
Special Education	
Emotionally Handicapped	35,764(5)
Mentally Retarded	503,001(82)
School Work Experience.....	40,483(6)
Guidance	947,659(144)
Health Education
Speech and Hearing.....	89,780(14)
Other Handicapped	149,082(19)

Audio-Visual	274,759
School Library Services.....	1,425,673 (158)
R. O. T. C.....	14,400 (24)
Intramural and Interscholastic Athletics.....	63,600 (-)
Lahainaluna Boarding Department.....	100,939 (5)
Diamond Head School.....	273,866 (40)
Institutional Schools	214,389 (28.5)
Hospital Schools	57,954 (3)
Post-High Schools	1,178,660 (127)
Adult Education	315,845 (14)
Total Requirements	45,423,026 (6464)
Less Estimated:	
Special Funds	175,068 (4)
Federal Funds:	
Vocational Education Fund.....	165,494 (10)
Public Law 864.....	206,490
Public Law 874.....	4,800,000 (-)
Veterans Administration	7,774 (1)
Civil Defense	12,000 (-)
Net Appropriation	40,056,200 (6449)
Other School Programs	
School Lunch Services.....	9,073,111 (731)
Teacher Training	225,050 (33)
Total Requirements	9,298,161 (764)
Less Estimated:	
Special Funds	6,551,462 (532)
Federal Funds	
National School Lunch Subsidy.....	600,000 (-)
Special Milk Subsidy.....	128,000 (-)
Net Appropriation	2,018,699 (232)
Public Library Services	
Administration	18,252 (2)
Central Processing	177,082 (33.5)
Library of Hawaii.....	1,036,752 (171.5)
Hawaii County Library.....	205,875 (30.65)
Maui County Library.....	195,812 (29.6)
Kauai County Library.....	160,806 (23.94)
Total Requirements	1,794,579 (291.19)
Less Estimated:	
Federal Funds	54,572 (6.5)
Net Appropriation	1,740,007 (284.69)
Vocational Rehabilitation	
Administration	43,191 (6.1)
Vocational Rehabilitation	256,137 (15)
Disability Determination (OASI).....	67,325 (6.7)
Independent Living	207,240 (3.6)
Work Training for Mentally Retarded.....	152,921 (12)
Training of Severely Mentally Retarded.....	40,500 (-)
Total Requirements	767,314 (43.4)
Less Estimated	
Federal Funds	459,256 (6.7)
Net Appropriation	308,058 (36.7)

Provided, that in the kindergarten program the total number of regular classroom teachers authorized for the fiscal year 1964-65 shall be the quotient of the actual public school enrollment in kindergarten classes throughout the State divided by 28.1.

Provided, that the sum of \$1,343,361 is allowed for classroom textbooks in accordance with the inventory of needs as submitted to the Senate Ways and Means Committee on the tenth legislative day, March 4, 1964, which inventory was submitted to the Department of Education by the individual schools; provided further that these moneys shall be allocated to the schools in accordance with the inventory; and provided further that the additional sum of \$56,357 has been allowed the Department for enrollment increases;

- Provided further, that in the institutional school program the number of teachers authorized for the Olomana School shall be the quotient of actual school enrollment divided by 15; that the appropriation shall be adjusted accordingly; and that one teacher may be added whenever the teacher-pupil ratio of 1 to 15 is exceeded by 10 pupils.
- Provided further, that the administrative assistant to the superintendent of public instruction shall not be subject to the provisions of Chapters 3 and 4, Revised Laws of Hawaii 1955, and further, that said administrative assistant shall serve at the pleasure of the superintendent.
- Provided further, that if a sum less \$4,800,000 is provided by Congress under the provisions of Public Law 874, or any other public law which amends or supersedes Public Law 874, then the difference between \$4,800,000 and the sum so provided is hereby appropriated; and provided further, that if a sum greater than \$4,800,000 is provided, then this appropriation shall be reduced to the extent the estimated sum of \$4,800,000 is exceeded for the fiscal year 1964-65.
- Provided further, that if a sum less than \$297,077 is provided by Congress under the provisions of Public Law 864 or any other public law which amends or supersedes Public Law 864, then the difference between \$297,077 and the sum so provided is hereby appropriated; and provided further, that if a sum greater than \$297,077 is provided, then this appropriation shall be reduced to the extent the estimated sum of \$297,077 is exceeded for the fiscal year 1964-1965.
- Provided further, that the appropriations for the manpower development and training program, the area redevelopment program and the civil defense program shall be limited to the amount of federal grants available for such programs for the fiscal year 1964-1965.
- Provided further, that the School Lunch Program is funded on the assumption that adult lunch prices shall be increased from 30¢ to 40¢.
- Provided that any library having sufficient staff to keep open for fifty-four hours per week through efficient scheduling shall remain open to the public for said period.
- Provided, that in the elementary and secondary programs the number of teaching principals, principals, and vice-principals authorized for the fiscal year 1964-1965 shall be determined by the number of public schools operative during the fiscal year and the provisions of Act 28, Session Laws of Hawaii 1962 and that the appropriation for these positions shall be adjusted accordingly.
- Provided further, that the name "Kaioli School" is the name given to it by the Salvation Army and the use of the name by the department shall not be construed to create a new school in the department.
- Provided further, that the 39 clerical positions are no longer categorized as surplus but shall be restored as authorized positions.
- Provided further, that the six health coordinators who do not qualify for instructional positions shall be carried in the Budget and Finance Surplus Fund.
- Provided further, that in the vocational post-high and adult education program, the department is authorized to hire no more than ten technical school teachers in excess of the position ceiling if the enrollment increase is such that the present level of services would be curtailed unless additional teachers were employed.
- Provided further, that the department may from among the sight saving teacher positions transfer one such teacher to provide services for 11 blind students at McKinley High School.
- Provided further, that the supervisor for remedial reading program has been converted to a program specialist for language arts; that one program specialist for educational television has been placed in the instructional aids program; that the position of program specialist for the gifted has been retained; that the vacant position of program specialist for economic education has been converted to a research specialist.
- Provided, that \$20,000 has been provided to be contracted with the Honolulu Symphony Society on a matching basis, dollar for dollar, for neighbor island tours of its symphonic groups, and provided further that no charge shall be made to students for admission to concerts for which this appropriation is made.
- Provided, that \$33,416 has been provided for summer institutes and teacher workshops.
- Provided, further, that the allocation of 126 teachers shall be in conformity with the department's recommended new staffing formula in the area of expansion.

Provided, further, that the District Superintendents, within their respective school districts, shall have the authority, subject always to the approval of the State Superintendent of Education, to assign a teacher allocated to a particular school under the department's recommended new staffing formula to any grade (or combination of grades) within the school, or to reallocate or reassign the same to another school within the same school district, provided, nevertheless, that the assignment or reallocation shall be confined to the elementary grades where the original allocation was to an elementary grade and to grades beyond the sixth grade where the original allocation was in that category.

UNIVERSITY OF HAWAII

16,478,302
(1721.563)

Administration	
Net Appropriation	755,887(87)
General Activities	
University Press	80,334(4)
Preservation of Hawaiian Language and Culture...	21,200(-)
Faculty and Administrative Travel.....	79,500(-)
Alumni Office	10,096(1)
Intercollegiate Athletics	9,700(1)
Legislative Reference Bureau.....	162,145(14.5)
Aquarium	90,845(11.75)
Net Appropriation	453,820(32.25)
Student Services	
Net Appropriation	510,565(59.25)
Instruction	
Auxiliary Instructional Activities.....	292,525(54.25)
Resident Instruction	8,517,870(844.719)
Hilo Campus	363,157(40)
Summer Session	540,000(5.25)
College of General Studies.....	597,612(22.5)
Total Requirements	10,311,164(966.719)
Less Estimated:	
Special Funds:	
Summer Session	540,000(5.25)
General Studies	492,500(13)
Advanced Management	72,500(1)
Federal Funds:	
Morrill-Nelson, Bankhead Jones.....	220,000(8)
National Defense Education Act.....	34,934(4.313)
R O T C.....	55,556(1)
Others	156,425(1)
Net Appropriation	8,739,249(933.156)
Library	
Net Appropriation	814,660(80.5)
Organized Research	
Director's Office	144,015(4)
Statistical and Computing Center.....	183,363(11)
University Research Committee.....	15,272(-)
Economic Research Center.....	81,372(7)
Pacife Biomedical Research Center.....	116,814(9.66)
Land Study Bureau.....	94,633(8)
Social Science Research Institute.....	49,720(5.5)
Hawaii Marine Laboratory.....	54,347(4.5)
Hawaii Institute of Geophysics.....	365,470(29)
Net Appropriation	1,106,006(78.66)
Operation and Maintenance	
Administration	16,888(8)
Security	39,322(7)
Campus Mail	24,229(4)
Telephone Services	122,667(4)
Central Receiving and Warehouse.....	21,320(4)
General Maintenance and Trucking.....	88,318(14)
Grounds Maintenance	141,729(27)

Custodial	433,097(110)
Building Maintenance and Shop.....	650,513(13)
Total Requirements	1,538,083(191)
Less Estimated:	
Special Fund, Auxiliary Enterprises.....	11,384(2)
Net Appropriation	1,526,699(189)
Hawaii Agricultural Experiment Station	
Experiment Station	2,148,118(216.368)
Regional Research Travel.....	8,740(-)
Total Requirements	2,156,858(216.368)
Less Estimated:	
Federal Funds:	
Hatch Act	340,779(29.44)
Regional Travel Fund.....	8,740(-)
Net Appropriation	1,807,339(186.928)
Cooperative Extension Service	
Total Requirements	1,021,090(105.959)
Less Estimated:	
Federal Funds, Smith-Lever and Agricultural	
Marketing Act	312,328(37.14)
Net Appropriation	708,762(68.819)
International Activities and Contracts	
Net Appropriation	55,315(3)

Provided, that in the student services program a sum of \$19,000 shall be expended for the purpose of obtaining National Defense Education Act funds made available for student loan purposes. These funds shall be used to augment the University's financial assistance to students program.

Provided further, that in addition to the board of regents positions authorized for the University under this Act, the University of Hawaii may recruit for and make commitments to fill new board of regents instructional positions for the fiscal year 1965-1966 in an amount up to 50 per cent of the total number of work-load increase board of regents instructional positions authorized by this Act; provided further, that appointments made under this authorization shall not become effective prior to July 1, 1965.

Provided further, that the amount of the appropriation necessary to obtain allotments of grants made by the United States Government for agricultural extension service and agricultural experiment station operations shall be payable to the University of Hawaii in toto, by single warrant, or by several warrants, representing periodic allotments, but only if this is a necessary condition for receiving such federal allotments. Such disbursements of funds used to obtain the federal allotments may be regularly audited by the federal auditor and shall be subject to the same limitations as the character of expenditures of the federal funds which they offset.

Provided further, that the University may contract for instructional personnel from July 1, 1964 to June 30, 1965 where such personnel will experience hardship in relocating to Hawaii.

Provided further, that the Land Study Bureau shall concentrate on the 100% completion of basic land classification on all island except Niihau by December of 1967.

DEVELOPMENT AND NATURAL RESOURCES

AGRICULTURE, DEPARTMENT OF	1,648,608
	(179)
General Administration	
Net Appropriation	177,040(21)
Planning and Research	
Net Appropriation	24,617(1)
Marketing and Economics	
Administration	31,209(5)
Commodities	240,632(21.62)
Crop and Livestock Reporting Service.....	79,992(9)
Market News Service.....	29,288(3)
Total Requirements	381,121(38.62)

Less Estimated:	
Federal Funds	7,400
Net Appropriation	373,721(38.62)
Animal Industry	
Administration	40,131(5)
Livestock Disease Control.....	117,834(8)
Veterinary Laboratory	81,731(9)
Inspection and Quarantine.....	191,821(23)
Meat Inspection	203,540(22)
Meat Grading	19,500
Naalehu Disease Control.....	16,772(1)
Total Requirements	671,329(68)
Less Estimated:	
Federal Funds	18,272(1)
Special Funds	7,400
Net Appropriation	645,657(67)
Farm Loan	
Total Requirements	767,156(5)
Less Estimated:	
Farm Loan Reserve Fund.....	56,032(5)
Farm Loan Revolving Fund.....	711,124
Net Appropriation
Plant Industry	
Administration	38,904(5)
Plant Quarantine Inspection.....	210,993(28.75)
Entomology	122,420(13)
Weed, Seed and Herbicide.....	52,656(4.63)
Hawaii Soil and Water Conservation.....	2,600
Net Appropriation	427,573(51.38)

LAND AND NATURAL RESOURCES, DEPARTMENT OF

2,174,161
(259)

Departmental Administration	
Net Appropriation	185,973(21)
Conveyances	
Net Appropriation	269,995(38)
Fish and Game	
Administration	47,600(7)
Fisheries, Research and Management.....	133,603(16)
Enforcement	142,985(18)
Wildlife, Research and Management.....	154,791(19)
Total Requirements	481,979(60)
Less Estimated:	
Appropriated Receipts	60,895
Federal Funds	148,800(3)
Net Appropriation	272,284(57)
Forestry	
Administration	55,482(4)
Research	68,738(1)
Forestry Management	539,462(61.5)
Total Requirements	663,682(67.5)
Less Estimated:	
Federal Funds	66,500(1)
Net Appropriation	597,182(66.5)
Land Management	
Net Appropriation	231,831(24.5)
State Parks	
Net Appropriation	208,181(35)
Water and Land Development Administration	
Net Appropriation	51,912(6)
Flood Control	
Net Appropriation	29,232(3)
Water Resources Survey	
Total Requirements	487,384(5)

Less Estimated:		
Federal Fund—Hydrography	201,000	
Special Fund—Hydrography	6,900	
Net Appropriation	279,484	(5)
Project Development		
Net Appropriation	31,621	(3)
Supplementation to Irrigation Revolving Fund		
Waimanalo Irrigation System.....	67,727	(9)
Waimea Irrigation System.....	18,739	(3)
Molokai Irrigation System.....	10,939	(-)
Total Requirements	97,405	(12)
Less Estimated:		
Special Funds	80,939	(12)
Net Appropriation	16,466	
Provided, that the appropriation supplementing the irrigation system revolving fund shall be reduced to the extent that the actual receipts of this special fund shall exceed the estimated sum of \$50,939 for the fiscal year 1964-1965.		
Provided further, that the sum of \$15,000 appropriated for continuation of the forest marketing survey shall be undertaken under a federal-state cooperative arrangement with provisions made for equivalent federal matching assistance in services, in kind or funds.		

PLANNING AND ECONOMIC DEVELOPMENT, DEPARTMENT OF 1,604,595
(29)

Planning and Economic Development Service		
Net Appropriation	334,275	(29)
Tourism Promotion		
Net Appropriation	1,100,000	
Product Promotion		
Net Appropriation	20,000	
Neighbor Island Economic Development		
Net Appropriation	37,500	
Land Use Commission		
Net Appropriation	42,820	
Co-Sponsorship of International Golf Tournament		
Net Appropriation	40,000	
Neighbor Island Tourism Promotion		
Net Appropriation	30,000	
Provided further, that in the neighbor island economic development program, the sum of \$12,500 shall, with the approval of the director of planning and economic development, be made available to the economic development committees of each of the neighbor island counties.		
Provided further, that from and after March 1, 1965, any realizations in hearing fees of the Land Use Commission shall become general fund realizations.		
Provided that in the Planning and Economic Development Service program the sum of \$43,219 is included to establish and operate a Foreign Trade Zone Center through the use of temporary services exempt from Chapters 3 and 4 of the Revised Laws of Hawaii 1955, as amended.		
Provided further, that in the Products Promotion Program, the sum of \$20,000 shall be used at the discretion of the department, to match funds provided by any industry seeking to expand its market. The matching ratio shall be determined by the department and shall be based primarily on the ability of the participating industry to finance such a program.		
Provided, that in the tourism promotion program, the department shall enter into a single contract for tourism promotion with the Hawaii Visitors Bureau in an amount not less than \$750,000.		
Provided, that such contract may increase to a total contract amount of \$1,450,000 on a matching ratio of one of state funds to one of Hawaii Visitors Bureau privately donated funds received during the fiscal year 1963 and any such privately donated funds received as of the date of the signing of the contract.		
Provided further, that the department shall, with the aid of the county advisory committees review, study, and recommend changes in written form in any area of the Bureau's activities for which any portion of the total contract funds, from whatever source derived, may be spent.		

Provided further, that proposed expenditures in administration travel and entertainment shall be submitted quarterly in advance to the department for review and changes recommended by the department shall be referred to the Hawaii Visitors Bureau Board for disposition.

Provided further, that any state funds not included in said contract, shall revert to the general fund of the State upon the signing of said contract.

Provided further, that the sum of \$40,000 appropriated for the co-sponsorship of the International Golf Tournament shall be contingent upon matching funds being made available from private sources.

TRANSPORTATION, DEPARTMENT OF

135,249
(6)

General Administration

Total Requirements	958,237(76)
Less Estimated:	
Special Funds:	
Airports	378,579
Harbors	206,806
Highways	372,852
Net Appropriation

Airports

Administration	1,811,924(11)
Operations and Maintenance.....	2,289,309(188)
Total Requirements	4,101,233(199)
Less Estimated:	
Special Funds, Airports.....	4,101,233(199)
Net Appropriation

Harbors

Administration	973,207(9)
Operations and Maintenance.....	1,125,672(116)
Honolulu Fireboat Operation.....	208,927
Small Boat Harbors.....	135,249(6)

Drawbridge Operations

.....	34,173(3)
Total Requirements	2,477,228(134)
Less Estimated:	
Special Funds, Harbors.....	2,341,979(128)
Net Appropriation	135,249(6)

Highways

Administration	4,438,712(3)
Operations and Maintenance.....	3,652,157(329)
Total Requirements	8,090,869(332)
Less Estimated:	
Special Funds, Highways.....	8,090,869(332)
Net Appropriation

Provided, that in the drawbridge operation, the sum of \$34,173 is hereby deemed appropriated in the event legislation providing for financing of this operation entirely from the harbors special fund fails of enactment.

Provided, that in the Visitor Information Program, the services of persons contracted for, shall be temporary services, exempt from Chapters 3 and 4, Revised Laws of Hawaii 1955, as amended.

HEALTH, PROTECTIVE AND SOCIAL SERVICES

DEFENSE, DEPARTMENT OF

900,319
(111)

Civil Defense

Total Requirements	245,664(16)
Less Estimated:	
Appropriated Receipts	112,975
Net Appropriation	132,689(16)

Command and Administration

Net Appropriation	351,833(37)
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Maintenance and Operations	
Total Requirements	457,572(58)
Less Estimated:	
Appropriated Receipts	41,775
Net Appropriation	415,797(58)

Provided, that if the Hawaii National Guard and the Hawaii Air National Guard shall be called or ordered into the service of the United States, the foregoing appropriations or any part thereof remaining unexpended shall be available to the Hawaii State Guard. If only a part of the Hawaii National Guard or the Hawaii Air National Guard should be called or ordered into the service of the United States, the Adjutant General with the approval of the director of finance shall allocate the foregoing appropriation or any part thereof remaining unexpended between the Hawaii State Guard and the Hawaii National Guard.

HEALTH, DEPARTMENT OF

9,569,675
(1413.6)

General Administration	
Departmental Administration	306,009(40)
Health Education	72,025(9)
Research, Planning and Statistics.....	141,181(20)
Total Requirements	519,215(69)
Less Estimated:	
Appropriated Receipts	51,378(8)
Net Appropriation	467,837(61)
Communicable Disease	
Administration	51,610(5)
Epidemiology	49,234(4)
Hansen's Disease:	
Outpatient and Special Services.....	58,704(7)
Hale Mohalu Hospital.....	398,814(45)
Kalaupapa Settlement	817,626(62)
Tuberculosis Control	190,231(23)
Total Requirements	1,566,219(146)
Less Estimated:	
Appropriated Receipts	1,210,147(2)
Special Funds	500
Net Appropriation	355,572(144)
Dental Health	
Net Appropriation	292,904(47.6)
District Health Offices	
Total Requirements	209,319(35.5)
Less Estimated:	
Appropriated Receipts	43,585(8)
Net Appropriation	165,734(27.5)
Environmental Health	
Administration	91,551(7)
Food and Drug.....	62,387(8)
Health Engineering	163,020(17)
Sanitation	418,030(55)
Vector Control-Mosquito	229,679(28)
Vector Control-Rodent	245,043(43)
Total Requirements	1,209,710(158)
Less Estimated:	
Appropriated Receipts	66,339(4)
Special Funds	13,742(1)
Net Appropriation	1,129,629(153)
Medical Health Services	
Administration	20,481(2)
Adult Health	116,897(10)
Alcoholism Services	51,807(4)
Crippled Children Services.....	384,214(27)
Hospital and Medical Facilities.....	75,028(9)
Maternal and Child Health.....	103,176(7)
Total Requirements	751,603(59)

Less Estimated:	
Appropriated Receipts	370,642(27.5)
Net Appropriation	380,961(31.5)
Mental Health	
Administration	130,920(7)
Preventive and Outpatient Services.....	474,012(41)
Convalescent Services	103,228(11)
Hawaii State Hospital	
Administration	124,527(20)
Clinical Services	454,393(45)
Nursing Services	1,283,686(247)
Maintenance and Operations.....	372,517(42)
Support and Subsistence.....	736,750(68)
Total Requirements	3,680,033(481)
Less Estimated:	
Appropriated Receipts	131,350(5)
Net Appropriation	3,548,683(476)
Mental Retardation	
Administration	75,170(10)
Community Services	150,018(13.5)
Waimano Training School and Hospital	
Medical and Hospital Services.....	605,626(109)
Social Services and Parole.....	79,904(12)
Training	91,411(14)
Institution Facilities Administration.....	33,288(2)
Cottage Life	607,982(125)
Food Service	338,877(24)
Maintenance and Production.....	325,935(31)
Sewing Services	30,509(2)
Total Requirements	2,338,720(342.5)
Less Estimated:	
Appropriated Receipts	47,618(1)
Net Appropriation	2,291,102(341.5)
Special Health Services	
Administration	22,421(2)
Laboratory Services	250,733(31.5)
Nutrition	38,721(5)
Public Health Nursing.....	690,833(103)
Total Requirements	1,002,708(141.5)
Less Estimated:	
Appropriated Receipts	65,455(10)
Net Appropriation	937,253(131.5)
Research Projects	
Total Requirements	139,568(15)
Less Estimated:	
Appropriated Receipts	139,568(15)
Net Appropriation

Provided, that if a sum less than \$1,200,000 is provided by Congress for the Hansen's disease program, then the difference between \$1,200,000 and the sum so provided is hereby appropriated; and provided further, that if a sum greater than \$1,200,000 is so provided, then the amount of the net general appropriation shall be reduced to the extent that the actual realization shall exceed the estimated sum of \$1,200,000 for the fiscal year 1964-1965.

Provided further, that the appropriation made for poliomyelitis immunization in the epidemiology program shall first be used for the new born and then for the indigent and medically indigent; and provided further, that upon completion of the program any balances shall lapse into the general fund.

Provided further, that the appropriations for the Hawaii State Hospital are intended for an average daily inpatient population of 1,050 at said State Hospital.

Provided further, that the appropriation for Waimano Training School and Hospital is intended for an average daily ward population of 860.

ACT 50

Provided that the cessation of the operation of the farm at Waimano Home shall not cause the salary of any employee at such farm to be reduced, and provided further that the department shall provide any such employees with a job at Waimano Home.

Provided further, that within the limits of the authorized positions at Waimano Home there may be internal reclassifications to meet the problem of the phasing out of any of its present operations.

Provided that \$10,400 has been provided for the establishment of child training centers for mentally retarded children on Kauai and Molokai.

Provided further, that within the limits of the authorized positions at Samuel Mahe-lona Memorial Hospital there may be internal reclassifications to meet the problems of its present operations.

Provided further, that in the event the action to surplus the hospital and medical facilities physician jeopardizes the receipt of federal funds, the action shall be reversed and the position shall again be authorized.

JUDICIAL BRANCH

2,691,794
(285.5)

Supreme Court

Supreme Court Proper.....	229,632(19)
Administrative Director	44,368(4)
Supreme Court Library.....	43,586(4)
Publication of Hawaii Reports.....	12,750
Bar Examination	1,000
District Court of Kalawao.....	250
Revisor of Statutes.....	50,036(4)
Total Requirements	381,622(31)
Less Estimated:	
Special Funds	1,000
Net Appropriation	380,622(31)

Land Court

Net Appropriation	34,378(3)
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First Circuit Court

First Circuit Court Proper.....	651,534(72)
Adult Probation	117,260(16)
Juvenile Court	484,154(59)
Jury Trial Expenses.....	107,750
Juvenile Detention Home.....	192,450(31)
Net Appropriation	1,553,148(178)

Second Circuit Court

Second Circuit Court Proper.....	111,031(11)
Jury Trial Expenses.....	6,000
Juvenile and Probation Operations.....	132,595(17.5)
Net Appropriation	249,262(28.5)

Third Circuit Court

Third Circuit Court Proper.....	166,421(16)
Jury Trial Expenses.....	30,400
Probation Operations	129,285(15)
Net Appropriation	326,106(31)

Fifth Circuit Court

Fifth Circuit Court Proper.....	91,727(9)
Jury Trial Expenses.....	6,555
Probation Operations	49,632(5)
Net Appropriation	147,914(14)

Provided, that the appropriation for the Juvenile Detention Home is intended for an average daily ward population of 35 children.

Provided, further, that the appropriation for jury trial expenses shall not be used for any other purpose.

Provided that from the funds appropriated for the Supreme Court Proper, the Judicial branch shall make not more than \$1,420 available to the standing committee on rules of practice and procedure for its expenses.

LABOR AND INDUSTRIAL RELATIONS, DEPARTMENT OF

611,130
(71.3)

Administration	
Net Appropriation	157,859(17.3)
Apprenticeship	
Net Appropriation	40,777(5)
Labor Law Enforcement	
Net Appropriation	167,796(21)
Workmen's Compensation	
Total Requirements	124,054(12)
Less Estimated:	
Special Funds	25,000
Net Appropriation	99,054(12)
Industrial Safety	
Net Appropriation	124,776(15)
Hawaii Employment Relations Board	
Net Appropriation	20,868(1)

Provided, that in the Hawaii Employment Relations Board program, the Board shall hire two part-time professional hearing officers who are qualified attorneys licensed to practice in all courts of the State.

SOCIAL SERVICES, DEPARTMENT OF

10,562,995
(583.32)

Departmental Administration	
Total Requirements	371,007(50)
Less Estimated:	
Federal Funds	120,495(1)
Net Appropriation	250,512(49)
Parole and Pardon of Felons	
Net Appropriation	118,409(16)
Public Housing	
Total Requirements	3,273,539(215)
Less Estimated:	
Special Funds	3,273,539(215)
Net Appropriation
Corrections Division	
Administration	
Net Appropriation	47,526(6)
Detention and Rehabilitations of Juvenile Offenders	
Administration	38,684(5)
Correctional Services	162,449(23)
Correctional Care	272,581(54)
Operations	125,038(11)
Food Services	53,779(1)
Juvenile Parole	57,399(7)
Net Appropriation	709,930(101)
Custody and Rehabilitation of Felons—State Prison	
Administration	34,939(4)
Correctional Services	101,071(11)
Correctional Care	507,791(85)
Operations	186,790(10)
Food Services	199,813(3)
Correctional Industries	81,229(4)
Total Requirements	1,111,633(117)
Less Estimated:	
Special Funds	47,955
Net Appropriation	1,063,678(117)
Custody and Rehabilitation of Felons—Kulani Honor Camp	
Administration	23,331(3)
Correctional Services	26,155(3)
Correctional Care	126,101(19)
Operations	125,167(9)
Food Services	42,947(1)

ACT 50

Construction and Reconstruction of Prison Facilities	13,607
Total Requirements	357,308(35)
Less Estimated:	
Special Funds	13,607
Net Appropriation	343,701(35)
Custody and Rehabilitation of Felons—Olinda Honor Camp	
Administration	16,077(2)
Correctional Services	5,162(1)
Correctional Care	61,114(10)
Operations	44,617(4)
Food Services	24,073(1)
Garbage Control	7,934
Net Appropriation	158,977(18)
Social Welfare Services	
Administration	154,169(12)
Oahu Branch	1,278,029(173.5)
Hawaii Branch	223,935(35.27)
Maui Branch	153,061(23.25)
Kauai Branch	101,923(15.3)
Total Requirements	1,911,117(259.32)
Less Estimated:	
Appropriated Receipts	669,151(18)
Special Funds	124,785
Net Appropriation	1,117,181(241.32)
Economic Assistance	
Payments to Indigents and Medically Indigent	
Aid to Aged, Blind and Disabled	
Aged	1,002,398
Blind	97,561
Disabled	1,459,658
Aid to Families with Dependent Children	6,177,986
Child Welfare Foster Care	571,222
General Assistance	1,039,705
Medical Assistance for the Aged	1,497,625
Medical Assistance for Others	81,689
Government Physicians	196,000
Total Requirements	12,123,844
Less Estimated:	
Federal Funds	5,411,880
Net Appropriation	6,711,964
Payments for Vocational Rehabilitation of the	
Visually Handicapped	
Total Requirements	74,070
Less Estimated:	
Federal Funds	44,248
Special Funds, Donations	700
Net Appropriation	29,122
Payments for Disabled and Paraplegic Veterans	
Net Appropriation	11,995

Provided, that for engineering services in the Public Housing Program, the position ceiling to be financed out of project funds shall be 13.

Provided further, that in the housing management and maintenance programs the new positions shall be filled upon the new housing projects becoming operational.

Provided further, that the appropriation for the Detention and Rehabilitation of Juvenile Offenders program is intended for an average daily ward population of 218 children.

Provided further, that the appropriation for the Custody and Rehabilitation of Felons—State Prison Program is intended for an average daily inmate population of 450 felons.

Provided further, that the appropriation for the Custody and Rehabilitation of Felons—Kulani Honor Camp program is intended for an average daily inmate population of 90 felons.

- Provided further, that the appropriation for the Custody and Rehabilitation of Felons—Olinda Honor Camp program is intended for an average daily inmate population of 40 felons.
- Provided further that in the Corrections Services Program, the department shall review its operations and recommend such changes, including professional staffing requirements, to the next general session as will properly equip the program to meet its true rehabilitative goals, giving particular emphasis to the Molokai Forestry Camp.
- Provided further, that \$4,800 from the Government Physician's account shall be used to purchase medical services for the Juvenile Detention Home on a fee for service basis.
- Provided further, that the sum of \$9,950 in the Social Welfare Services program shall be available for scholarships on a state-wide basis to any qualified applicant.
- Provided further, that the appropriation for payments to indigents are intended for average monthly caseloads of: Aid to the Aged—1,102 cases, Aid to the Blind—80 cases, Aid to the Disabled—965 cases, Aid to Families with Dependent Children—3,318 cases, Child Welfare Foster Care—572 cases, General Assistance—942 cases.
- Provided further, that the average rates which shall be paid by the department shall not exceed the following: Outpatient care at \$3.91 per visit; and Inpatient care at \$36.85 per patient day. The total appropriation for this program is based on the following caseloads: Outpatient care at 15,550 patients per year at an average 5.8 calls per patient; inpatient care at 6,476 patients for an average 7.0 days per patient; and Nursing, convalescent and chronic care at 1,408 cases for an average length of stay of 119.5 days per patient.

FINANCE, COMMERCE AND STAFF DEPARTMENTS

ACCOUNTING AND GENERAL SERVICES DEPARTMENT OF	2,609,128
	(274)
Departmental Administration	
Net Appropriation	106,253(11)
Insurance Management Program	
Administration	750
Commercial Insurance Purchase of Auto Fleet Coverage	36,690
State Insurance Fund	
Workmen's Compensation	220,000
Fire and Other Casualties.....	106,500
Total Requirements	363,940
Less Estimated:	
Special and Federal Funds.....	50,335
Net Appropriation	313,605
Internal Post-Audit	
Net Appropriation	96,042(11)
Division of Accounting Pre-Audit	
Accounting	62,673(7)
Pre-Audit	89,027(10)
Net Appropriation	151,700(17)
Data Processing	
Total Requirements	231,742(14)
Less Estimated:	
Special Fund,	18,000
Net Appropriation	213,742(14)
Public Archives Division	
Records Service	73,522(12.75)
Records Management	41,498(7.25)
Captain Cook Memorial.....	500
Total Requirements	115,520(20)
Less Estimated:	
Special Funds	500
Net Appropriation	115,020(20)

Division of Central Services	
Maintenance and Operation of Buildings & Grounds	992,877 (131)
Repairs & Alterations of Buildings.....	253,835 (18)
Central Messenger Service.....	18,664 (5)
Total Requirements	1,265,376 (154)
Less Estimated:	
Special Funds	71,496
Net Appropriation	1,193,880 (154)
Automotive Services Division	
Parking	102,758 (5)
Motor Pool	104,010 (10)
Total Requirements	206,768 (15)
Less Estimated:	
Special Fund	206,768 (15)
Net Appropriation
Land Surveying	
Net Appropriation	241,847 (27)
Division of Public Works	
Public Works Administration	
Net Appropriation	105,178 (13)
Division of Purchasing and Supply	
Central Purchasing and Supply.....	43,988 (6)
Inventory Management	7,373 (1)
Federal Surplus Property.....	81,704 (10)
State Surplus Property.....	19,016
Total Requirements	152,081 (17)
Less Estimated:	
Federal Surplus Property Revolving Fund...	81,704 (10)
State Surplus Property Revolving Fund....	19,016
Net Appropriation	51,361 (7)
Kamehameha Day Celebration Commission	
Celebration Expenses	
City and County of Honolulu.....	10,000
Hawaii County	5,000
Kauai County	2,500
Maui County, Including Kalaupapa.....	3,000
Net Appropriation	20,500

Provided, that for the architectural and engineering services in the public works program, the ceiling for positions financed from project funds shall be 72.
 Provided further, that before the department shall seek other means of recruitment for staffing the central motor pool, the department shall seek the transfer within State employment of any employees whose jobs may have become unnecessary due to the centralization of the State's motor vehicle fleet.

ATTORNEY GENERAL, DEPARTMENT OF THE	554,969
	(41)
Attorney General's Office Proper.....	525,846 (48)
Litigations	120,000
Total Requirements	645,846 (48)
Less: Special Funds.....	146,100 (14)
Net Appropriation	499,746 (34)
Office of the Sheriff	
Net Appropriation	9,000 (1)
Bureau of Crime Statistics	
Net Appropriation	6,770 (1)
Bureau of Civil Identification	
Net Appropriation	24,097 (3)
Commission of Subversive Activities	
Net Appropriation	15,356 (2)

Provided further, that the Attorney General may, from departmental savings, expend a sum not in excess of \$10,000 to defray any reasonable and necessary expenses incurred by reason of hosting the National Conference of Attorneys General.

Provided, that from within the sum appropriated for litigations, there shall be expended the sum of \$20,000, or so much thereof as may be necessary for the purposes of developing and administering an effective consumer protection program, including enforcement of existing consumer protection laws, advising the Governor on matters affecting the interests of the people as consumers, recommendations to the Governor and the legislature for legislation to protect and promote the interests of the people as consumers, studies and reports to the people on consumer problems and appearances before governmental commissions, departments and agencies to represent and be heard on behalf of consumers' interests.

BUDGET AND FINANCE, DEPARTMENT OF	27,694,309
	(72)
Departmental Administration	
Net Appropriation	82,515(9)
Budget Division	
Budget Services	186,343(19)
Bonus to Pensioners.....	2,378,827
Surplus Positions	229,608
Net Appropriation	2,794,778(19)
Management Division	
Management Services	52,950(5)
Children and Youth.....	13,360(1)
Data Processing Management.....	38,953(5)
Net Appropriation	105,263(11)
Finance Division	
Cash and Debt Management.....	53,252(6)
Public Debt Service.....	37,532
Bonded Debt	14,221,850
Veterans' Loans	1,840,403(1)
Total Requirements	16,153,037(7)
Less Estimated:	
Special Funds	1,840,403(1)
Net Appropriation	14,312,634(6)
Employees' Retirement System	
Administration	204,701(25)
Contributions	8,147,937
Pensions	37,728
Total Requirements	8,390,366(25)
Less Estimated:	
County Pro-rata Share.....	65,919
Net Appropriation	8,324,447(25)
Employees' Group Medical and Hospital Care	
Administration	39,075(5)
Contributions	2,058,858
Total Requirements	2,097,933(5)
Less Estimated:	
Premium Rebate Fund.....	39,075(5)
Net Appropriation	2,058,858(-)
Commission on Aging	
Net Appropriation	15,814(2)
Provided, that the appropriation for any surplus position shall lapse thirty days after one offer of a position to the incumbent in any agency or department of the state government if the incumbent shall be certified for such position and if such position shall be on the island on which such incumbent shall be working at the time of such offer.	
Provided, that the premium rebate fund of the Employees Group Medical and Health Care shall finance the administration of this program.	
EXECUTIVE	474,299
	(21)
Governor's Office	
Net Appropriation	188,196(15)
Washington Place	
Net Appropriation	69,873(6)

ACT 50

Governor's Contingent Fund	
Net Appropriation	150,000
Western Interstate Commission for Higher Education	
Net Appropriation	64,000
Institute for Technical Exchange	
Net Appropriation	2,230

Provided, that the appropriation for the governor's office and Washington Place shall be expended at the discretion of the Governor.

Provided further, that expenditures from the governor's contingent fund may be made with the approval of the Governor for urgent needs for which no specific appropriation is made herein; a detailed accounting of all expenditures shall be submitted to the legislature 20 days prior to the next regular session of the legislature.

Provided further, that the Governor may transfer funds and personnel from existing agencies and department of the state government to create statewide data processing system of the state to establish an integrated system.

Provided further that in the WICHE program the sum of \$10,000 is made available for the increase in dues with the understanding that no further increases in dues shall be recognized unless first approved by the legislature.

LIEUTENANT GOVERNOR, OFFICE OF THE 279,507
(10)

Lieutenant Governor's Office	
Net Appropriation	112,487(10)
Elections Administration	
Net Appropriation	167,020

Provided that the appropriation for the Lieutenant Governor's Office shall be expended at the discretion of the Lieutenant Governor.

PERSONNEL SERVICES, DEPARTMENT OF 377,489
(40)

Personnel Services	
Net Appropriation	370,997(40)
Appeal Board	
Net Appropriation	6,492

REGULATORY AGENCIES, DEPARTMENT OF 901,171
(100)

Administration	
Net Appropriation	99,926(12)
Bank Examination	
Net Appropriation	124,168(14)
Business Registration	
Net Appropriation	37,296(5)
Fire Marshal	
Net Appropriation	32,355(3)
Insurance Division	
Net Appropriation	91,448(11)
Regulatory Boards and Commissions	
Net Appropriation	26,386
Professional and Vocational Licensing	
Net Appropriation	267,392(33)
Public Utilities Commission	
Net Appropriation	222,200(22)

TAXATION, DEPARTMENT OF 2,544,303
(337)

Administration	
Net Appropriation	350,712(32)
Real Property Assessment	
Net Appropriation	500,882(66)
Tax Maps	
Net Appropriation	133,767(21)
Excise, Income and Miscellaneous Taxes	
Net Appropriation	635,267(93)

Field Tax Audits	
Net Appropriation	356,534(41)
Collection of Taxes	
Net Appropriation	436,652(66)
Enforcement of Delinquent Taxes	
Net Appropriation	120,482(18)
Tax Appeals	
Board of Review.....	5,257
Tax Appeal Court.....	4,750
Net Appropriation	10,007

Provided, that the sum of \$50,000 is appropriated to the departmental administration without the creation of any positions subject to Chapters 3 and 4, Revised Laws of Hawaii 1955, as amended, to allow the director the necessary flexibility in improving the administration of the tax program of the State to provide the State with additional revenues without the need for a general tax increase; and provided further, that the director shall report on the additional realizations from the grant of this appropriation 20 days prior to the convening of the next regular session of the legislature; provided further, that upon completion of the mission for which this appropriation is made, the director may use any unexpended balance thereof as in his discretion may be deemed necessary and proper for the administration of the department.

SUBSIDIES TO COUNTIES AND PRIVATE AGENCIES

QUASI-PUBLIC INSTITUTIONS—TUBERCULOSIS HOSPITAL 3,897,334
(634)

KULA SANATORIUM

Total Requirements	756,816(114)
Less Estimated:	
Hospital Receipts	45,000
Net Appropriation	711,816(114)

As a supplement to the estimated receipts for the operation and maintenance of the sanatorium in connection with the tuberculosis treatment program; provided, that the appropriation shall be reduced to the extent that the actual receipts and recoveries shall exceed the estimated sum of \$45,000 for the fiscal year 1964-1965; and provided further, that the appropriation above is intended for an average daily inpatient population of 70 in the tuberculosis division.

LEAHI HOSPITAL

Total Requirements	2,110,730(327)
Less Estimated:	
Hospital Receipts	92,300
Reimbursement from Trotter Indigent Unit..	130,000
Net Appropriation	1,888,430(327)

As a supplement to the estimated receipts for the operation and maintenance of the tuberculosis hospital in connection with the tuberculosis treatment program and the chronic illness and nursing care program; provided, that the appropriation shall be reduced to the extent that the actual receipts and recoveries shall exceed the estimated sum of \$92,300 for the fiscal year 1964-1965. All charges pro-rated to the Trotter indigent unit shall be reimbursed. The appropriation above is intended for an average daily inpatient population of 200 for the tuberculosis program, 86 for the Trotter indigent unit, and 115 other patients that may fall into any one of the categories listed immediately below.

Provided, that Leahi Hospital shall, within its present staff and facilities, furnish such other hospital services as it may be capable of providing, including, but not limited to, furnishing hospitalization and other ancillary services for the ambulatory aged, the partially rehabilitated mental cases and such other patients as may be referred to them by Department of Social Services and by other department or agency of the state. Any transfer of personnel from the tubercular program to this program shall be approved by the Director of Finance.

Provided further, that the department of budget and finance shall make periodic and complete fiscal and management audits, approve accounting systems and procedures, and shall allot funds on a quarterly basis.

Provided further, that the director of finance shall make available additional funds to Leahi Hospital for food and provisions on a per meal basis if budget appropriations are insufficient therefor.

Provided further, that no vacancies may be filled by Leahi Hospital without having first received the approval of the director of finance.

HILO HOSPITAL

Total Requirements	717,564(104)
Less Estimated:	
Hospital Receipts	27,035
Net Appropriation	690,529(104)

As a supplement to the estimated receipts for the operation and maintenance of the tuberculosis hospital for the fiscal year 1964-1965; provided, that this appropriation shall be reduced to the extent that the actual receipts and recoveries shall exceed the estimated sum of \$27,035 for the fiscal year 1964-1965; and provided further, that the appropriation above is intended for an average daily inpatient population of 90.

SAMUEL MAHELONA MEMORIAL HOSPITAL

Total Requirements	621,059(89)
Less Estimated:	
Hospital Receipts	14,500
Net Appropriation	606,559(89)

As a supplement to the estimated receipts for the operation and maintenance of the tuberculosis hospital for the fiscal year 1964-1965; provided, that this appropriation shall be reduced to the extent that the actual receipts and recoveries shall exceed the estimated sum of \$14,500 for the fiscal year 1964-1965; and provided further, that the appropriation above is intended for an average daily inpatient population of 70.

OTHER SUBSIDIES AND APPROPRIATIONS 422,800

GENERAL HOSPITAL SUBSIDIES

CITY AND COUNTY OF HONOLULU

Net Appropriation	121,000
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HAWAII COUNTY

Net Appropriation	90,200
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MAUI COUNTY

Islands of Maui, Lanai and Molokai	
Net Appropriation	118,000

KAUAI COUNTY

Net Appropriation	31,900
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Provided, that the moneys designated after each county shall be paid to the respective board of supervisors or city council, as the case may be, which board or city council shall disburse such funds to any county or private hospital within its jurisdiction as it deems best.

Provided further, that in the case of the City and County of Honolulu, the city council shall consider what the county hospital has received in the past. Provided, further, that the city council should determine the allotments for other hospitals as it deems best; provided that no rural hospital shall receive less than 10 per cent over the 1959-1960 territorial subsidies.

LUNALILO HOME

Net Appropriation	40,000
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VETERANS' CEMETERIES

Island of Hawaii.....	5,000
Island of Kauai.....	5,000
Island of Maui.....	5,000
Island of Molokai.....	2,500
Net Appropriation	17,500

PACIFIC WAR MEMORIAL COMMISSION

Net Appropriation	4,200
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SECTION 2. The sum of \$242,976(27) or so much thereof as shall be sufficient to accomplish the purpose, is hereby approved for the Hawaiian Homes Administration Account pursuant to the provisions of Section 213 (f), Hawaiian Homes Commission Act of 1920, as amended, from the proceeds of leasing income from available lands as defined in Section 204 of said Act.

Provided that from among the various vacant positions within the department, one such position may be reclassified in order to provide the deputy director with a secretary.

SECTION 3. The sum of \$229,608 appropriated by Section 1 hereof to the department of budget and finance for the payment of salaries or other compensation to the incumbents of filled general fund "surplus" positions shall be allotted in sufficient amounts to insure the payment of the compensation of such employees; provided, that no funds shall be allotted if the departments or agencies concerned can finance the cost of the positions from savings.

The department of budget and finance shall report, in detail, all expenditures from this fund to the respective houses of the legislature at least twenty days prior to the next regular session of the legislature.

Surplus special fund positions shall be controlled and reduced in the same manner as the surplus general fund positions.

SECTION 4. The sum of \$260,000 of Morrill Act Income is hereby authorized to be expended for the operating expenses of the University of Hawaii. This amount shall be deposited into the general fund of the state and shall be considered to be a reimbursement to the general fund for moneys appropriated for the operation of the University of Hawaii in Section 1 of this Act.

SECTION 5. The sum of \$118,613 of Sand Island Income is hereby authorized to be expended for the operating expenses of the University of Hawaii. This amount shall be deposited into the general fund of the state and shall be considered to be a reimbursement to the general fund for moneys appropriated for the operation of the University of Hawaii in Section 1 of this Act.

SECTION 6. The sum of \$390,525 of East-West Direct Support Funds, or so much as may be made available by the East-West Center for direct support purposes, is hereby authorized to be expended by the University of Hawaii. This amount shall be deposited into the general fund of the state and shall be considered to be a reimbursement to the general fund for moneys appropriated for the operation of the University of Hawaii in Section 1 of this Act. In the event the actual amount of East-West Direct Support Funds for the fiscal year 1964-1965 should fall under or exceed the amount of \$390,525 estimated, the appropriations made to the University of Hawaii in Section 1 of this Act shall be decreased or increased by the amount the actual direct support funds fall under or exceed the amount of \$390,525.

SECTION 7. All amounts received by the University of Hawaii for indirect overhead expenses on account of research and training contracts engaged in by the University of Hawaii shall be deposited into the general fund of the state and shall be considered to be a reimbursement to the state for monies appropriated for the operation of the University of Hawaii in Section 1 of this Act. The director of finance of

the state is hereby authorized to reduce the appropriation made to the University of Hawaii in Section 1 of this Act by the amount that indirect overhead funds received during the fiscal year 1964-1965 fall under the amount of \$260,837 estimated to be received by this Act. The director of finance is also authorized to increase the amount of the appropriation made to the University of Hawaii in Section 1 of this Act by the amount that indirect overhead funds received during the fiscal year 1964-1965 exceeds the amount of \$260,837 estimated to be received by this Act; provided, that such increase in appropriation is necessary to meet identifiable and necessary increases in indirect overhead expenses resulting from the acceptance of such additional research and training contracts.

SECTION 8. The Governor is hereby authorized to review such positions as are authorized under this Act and to find and declare such positions to be surplus when any one of the following situations exist:

(1) There is duplication of services with other existing positions due to similarity of programs.

(2) The need for such position has expired.

(3) The duties and responsibilities may be better performed by some other position.

(4) The purposes for which the position was created can better be accomplished by another position.

In any case where the Governor shall find any of the foregoing situations to exist, he shall declare, in writing, such position to be surplus and the director of finance shall transfer the funds for such position to the "surplus position" fund in the department of budget and finance and the incumbent shall be subject to the same conditions as any person occupying any surplus position under this or any other Act.

SECTION 9. There is hereby appropriated out of the public trust fund created by Section 5(f) of the Admission Act (Public Law 86-3, 86th Congress), the total amount of the proceeds from the sale or other disposition of any lands, and the income therefrom, granted to the state by Section 5(b) or later conveyed to the state by Section 5(e), with the exception of such proceeds covered under Section-19 of SECTION 2, Act 32, Session Laws of Hawaii 1962, to be disposed of by the board of land and natural resources, in order to reimburse the general fund for the appropriation made in Section 1 of this Act to the department of education for the support of public schools, to the extent such proceeds are realized for the period beginning July 1, 1964, to June 30, 1965. The above proceeds shall be exclusive of the amounts disposed of under the provisions of the Hawaiian Homes Commission Act 1920, as amended.

SECTION 10. For the fiscal year 1964-65, in the absence of legislative appropriations for special funds as provided under Section 2 of Act 320, Session Laws of Hawaii 1957, departments and establishments shall be authorized to expend so much as is deemed necessary to carry out the purposes of each special fund, as approved by the Governor, or the director of finance if so delegated by the Governor provided, that such expenditures shall not exceed the monies available in such special funds.

SECTION 11. Whenever the functions of a previously existing department, office, or other agency are transferred to any other department by legislation enacted during any session of the legislature which affects the appropriations made by this Act, the Governor, or the department of budget if so delegated by the Governor shall transfer the necessary funds to support such function from the department to which the appropriation was made to the department to which the function has been transferred.

SECTION 12. The designations referring to divisions, bureaus, offices and other subdivisions of departments are used in this Act for convenience only and such use is not intended to create or confirm the existence of such departmental subdivision.

SECTION 13. In allotting funds to the department of health, department of social services, tubercular hospitals, and other departments, commissions, and agencies having appropriations which are based on population and workload data as specified in this Act, only so much as necessary to provide the level of services intended by the legislature shall be allotted by the department of budget and finance. For this purpose, the departments and agencies concerned shall reduce expenditures below appropriations as prescribed by the department of budget and finance in the event actual population and workload trend is less than the specified figure. In the event that the trend is higher than the specified figure, the department is authorized to submit a deficiency appropriation request to the extent and on such basis as may be prescribed by the director of the department of budget and finance.

SECTION 14. Except as otherwise provided, transfer of funds between program appropriations within a department may be made by the head of the department upon his certification, and approval by the director of the department of budget and finance, that appropriation balances are or will be available for such transfers after the program objectives intended by the legislature have been accomplished and that such transfers are necessary to accomplish program objectives authorized by the legislature.

SECTION 15. Where the operation of a department or a program is financed by general appropriation as well as by non-general appropriation funds, the general appropriation portion shall be decreased to the extent that the receipt of non-general appropriation funds approved in this Act are exceeded, provided, that such decrease shall not jeopardize the receipt of such increased non-general appropriation funds; provided further, that this section shall not apply to any fund if such excess receipts are to be expended for a purpose or purposes approved by the Governor or the director of the department of budget and finance if such authority is so delegated by the Governor; and provided further, that except as otherwise provided, in the event non-general appropriation funds are not available as approved herein, the general appropriation funds shall be increased to the extent of the unavailability of non-general appropriation funds.

SECTION 16. The maximum number of positions authorized for the state government during the fiscal year 1964-1965 is the sum of the positions enclosed in parenthesis after the appropriation or approved

amounts for state programs, provided, that the number of positions and the approved amounts shall be modified in conformance with section 18; and provided further, that this section shall not apply to any position required to perform a function or service of a temporary or non-recurring character nor shall it apply to the classroom teaching positions in the department of education and the University of Hawaii.

SECTION 17. No funds appropriated in this Act shall be used by a department for the purpose of conducting a study or survey of its management practices or for any other purpose, except as authorized by this Act or any other action of the legislature or by a legislative interim committee.

SECTION 18. From the total general fund position count authorized under section 1 of this Act, there shall be deducted 120 positions which may be or may become vacant during the fiscal year. The governor shall identify and delete such positions and deduct, from the appropriation authorized in section 1 of this Act to the applicable departments such amounts as shall represent the unexpended salaries of the positions deleted.

SECTION 19. (a) The director of the Department of Budget and Finance, in this Act referred to as the "Director of Finance" may and he is hereby authorized to cause, for the purpose of conserving state funds, all positions authorized by this Act becoming vacant on or after July 1, 1964, to remain vacant; provided, that such vacancy if continued will not seriously hinder the accomplishment of the program objectives for which the positions were authorized.

(b) (1) There is hereby created, beginning July 1, 1964 in the Department of Budget and Finance, a fund to be known as the "Executive Flexibility Fund". To this fund, which shall be used to pay the costs of any actions taken by the Governor under section 19 (b) (2), shall be credited the following, to wit:

A. All moneys appropriated for positions financed out of the general fund which may be deleted by the Governor pursuant to becoming and remaining vacant on or after July 1, 1964, pursuant to paragraph (a) and which are not required to meet the cost of reclassification actions, transfer of vacation credits, the payment of accumulated vacation credits, and turnover savings;

B. Any moneys saved by the Director of Finance under section (c) hereof; and

C. An amount sufficient to meet the cost of all activities authorized in section (b) (2) from revenue in the general fund, not otherwise appropriated.

(b) (2) The Governor is hereby authorized in his discretion to create no more than 40 permanent or temporary positions to be allocated by him to any of the executive departments as he shall deem proper. The Director of Finance is hereby further authorized to expend, within the limits of the executive flexibility fund herein created, such sums of money as shall be necessary to make such positions operative and pay other state obligations.

(c) The Director of Finance may and he is hereby authorized to reduce appropriations for other current expenses, equipment and motor

vehicles, separately or collectively, which are incorporated in the general appropriations made in section 1 of this Act but not in excess of three per cent of such appropriations.

(d) Nothing herein stated shall authorize the Governor to restore positions which the legislature has eliminated or surplused for such programs that the legislature desires to phase out or deemphasize.

SECTION 20. Subject to sufficient justification being made to the department of budget and finance by the University of Hawaii, the creation of five classified positions for the university is hereby authorized. Salaries for such new positions shall be paid out of the overall appropriations made to the university in section 1 hereof.

SECTION 21. The sum of \$70,000, or so much thereof as may be necessary, is hereby appropriated to the department of budget and finance and shall be made available at the discretion of the director of finance to departments other than the department of education, the University of Hawaii or the judicial branch to meet such department's needs for items categorized as "other current expenses".

SECTION 22. Any law to the contrary notwithstanding, any state or county official, body or agency, or any private person, association, partnership or corporation performing any repair or construction project financed in part or in whole by state funds appropriated by this Act shall cooperate to the fullest extent possible with the department of labor and industrial relations in the hiring and utilization of unemployed persons; provided, that such persons may be employed on either a temporary basis which shall be exempt from chapters 3 and 4 of the Revised Laws of Hawaii 1955, as amended, or on a permanent basis; and provided further, that such persons shall meet the minimum requirements necessary for such position.

SECTION 23. The Department of Social Services, Department of Health and Department of Education and other departments within the state and county governments shall undertake to cooperate with each other in order that utilization of prison labor, welfare recipient workers and non-teaching employees of the Department of Education can be utilized whenever and wherever it is reasonably practicable to carry out the objectives and programs of the departments concerned.

SECTION 24. Any provision in this Act to the contrary notwithstanding, all positions deemed surplus in the Department of Regulatory Agencies as of July 1, 1963, shall not receive or be eligible for any benefits or other considerations conferred on other surplus positions by this Act.

SECTION 25. If any section, subsection, paragraph, sentence, clause, phrase or appropriation contained in this Act is for any reason held to be unconstitutional or invalid, such decision shall not affect the validity of the remaining portions of this Act.

SECTION 26. This Act shall take effect from and after July 1, 1964.

(Approved May 1, 1964.) **H.B. 2.**