A Bill for an Act Relating to State Government.

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

SECTION 1. Chapter 37, part II, Hawaii Revised Statutes, is amended by adding a new section to be appropriately designated and to read as follows:

"§37- Capital improvement project allotment process. The department of budget and finance shall carry out the capital improvement project allotment process, which shall consist of reviewing, prioritizing, and evaluating capital improvement project appropriation proposals submitted by state and county agencies to assure conformity with statewide planning goals and objectives and executive priorities, and report its findings and recommendations to the governor in order that such proposals may be considered for possible inclusion in the executive capital improvement project budget that is to be presented to the legislature. The department shall also review, analyze, and report on state and county capital improvement project appropriation proposals that extend over wide geographical areas of the State and that have significant impacts upon economic development, land use, environmental quality, construction employment, and executive policy directions."

SECTION 2. Section 205-4, Hawaii Revised Statutes, is amended by amending subsection (e) to read as follows:

- "(e) Any other provisions of the law to the contrary notwithstanding, agencies and persons may intervene in the proceedings in accordance with this subsection.
 - (1) The petitioner, the [department of business and economic development] office of state planning, and the county planning department shall in every case appear as parties and make recommendations relative to the proposed boundary change.

(2) All departments and agencies of the State and of the county in which the land is situated shall be admitted as parties upon timely application for intervention.

- (3) All persons who have some property interest in the land, who lawfully reside on the land, or who otherwise can demonstrate that they will be so directly and immediately affected by the proposed change that their interest in the proceeding is clearly distinguishable from that of the general public shall be admitted as parties upon timely application for intervention.
- (4) All other persons may apply to the commission for leave to intervene as parties. Leave to intervene shall be freely granted, provided that the commission or its hearing officer if one is appointed may deny an application to intervene when in the commission's or hearing officer's sound discretion it appears that: (A) the position of the applicant for intervention concerning the proposed change is substantially the same as the position of a party already admitted to the proceeding; and (B) the admission of additional parties will render the proceedings inefficient and unmanageable. A person whose application to intervene is

- denied may appeal such denial to the circuit court pursuant to section 91-14.
- (5) The commission shall pursuant to chapter 91 adopt rules governing the intervention of agencies and persons under this subsection. Such rules shall without limitation establish: (A) the information to be set forth in any application for intervention; (B) time limits within which such applications shall be filed; and (C) reasonable filing fees to accompany such applications."

SECTION 3. Section 205-18, Hawaii Revised Statutes, is amended to read as follows:

"\$205-18 Periodic review of districts. The [department of business and economic development] office of state planning shall undertake a review of the classification and districting of all lands in the State, within five years from December 31, 1985, and every fifth year thereafter. The [department,] office, in its five-year boundary review, shall focus its efforts on reviewing the Hawaii state plan, county general plans, and county development and community plans. Upon completion of the five-year boundary review, the [department] office shall submit a report of the findings to the commission. The [department] office may initiate state land use boundary amendments which it deems appropriate to conform to these plans. The [department] office may seek assistance of appropriate state and county agencies and may employ consultants and undertake studies in making this review."

SECTION 4. Section 205A-1, Hawaii Revised Statutes, is amended by amending the definition of "lead agency" to read:

"Lead agency" means the [department of business and economic development;] office of state planning;"

SECTION 5. Section 225M-2, Hawaii Revised Statutes, is amended to read as follows:

"[[]\\$225M-2[]] Office of state planning, establishment; responsibilities.

(a) There is established within the office of the governor an office of state planning. The head of the office shall be known as the director of the office of state planning, hereinafter referred to as director. The director shall have: training in the field of urban or regional planning, public administration, or other related fields; experience in programs or services related to governmental planning; and experience in a supervisory, consultative, or administrative capacity. The director shall be appointed by the governor without regard to chapters 76 and 77, and shall be compensated at a salary level set by the governor. The director shall be included in any benefit program generally applicable to the officers and employees of the State. The director shall retain such staff as may be necessary for the purposes of this chapter, in conformity with chapters 76 and 77.

(b) The office of state planning shall gather, analyze, and provide information to the governor to assist in the overall analysis and formulation of state policies and strategies to provide central direction and cohesion in the allocation of resources and effectuation of state activities and programs, and effectively address current or emerging issues and opportunities. More specifically, the office shall engage in the following activities:

Comprehensive planning and program coordination. Formulating and (1) articulating comprehensive statewide goals, objectives, policies, and priorities, and coordinating their implementation through the statewide planning system established in part II of chapter 226.

Strategic planning. Identifying and analyzing significant issues, prob-(2) lems, and opportunities confronting the State, and formulating strategies and alternative courses of action in response to identified problems and opportunities by:

Providing in-depth policy research, analysis, and recommenda-(A) tions on existing or potential areas of critical state concern;

Examining and evaluating the effectiveness of state programs in (B) implementing state policies and priorities;

Monitoring through surveys, environmental scanning, and other (C) techniques--current social, economic, and physical conditions

and trends; and

Developing, in collaboration with affected public or private agen-(D) cies and organizations, implementation plans and schedules and, where appropriate, assisting in the mobilization of resources to meet identified needs.

Population planning. Planning for the management of the State's pop-(3) ulation size, rate of growth, and distribution through research, coordination, and technical assistance to state and county agencies.

Intergovernmental coordination and cooperation. Facilitating coordi-(4) nated and cooperative planning and policy development and implementation activities among state agencies, and between the state, county, and federal governments, by:

Reviewing, assessing, and coordinating, as necessary, major plans, (A) programs, projects, and regulatory activities existing or proposed

by state and county agencies; and

Formulating mechanisms to simplify, streamline, or coordinate (B)

interagency development and regulatory processes.

Collection and dissemination of information. Collecting, analyzing, maintaining, and disseminating data and information to further effective state planning, policy analysis[,] and development, and delivery of government services by:

Assembling, organizing, evaluating, and classifying existing data and performing necessary basic research in order to provide a

common data base for governmental planning; and

Maintaining a centralized depository of state and national plan-(B) ning references.

Capital investment planning.

In cooperation with the director of finance, establishing guidelines and criteria for capital [expenditures] improvement project appropriation proposals consistent with statewide planning goals and objectives and executive priorities; and

Reviewing, prioritizing, and evaluating capital improvement [(B)]projects proposed or undertaken by state and county agencies to assure conformity with statewide planning goals and objectives and executive priorities, and reporting its findings and recommendations to the governor and the legislature relative to the allocation of funds;

Reviewing, analyzing, and reporting on state and county capital (C) improvement projects which extend over wide geographical areas of the State and which have significant impacts upon economic development, land use, environmental quality, construction employment and executive policy directions;

(D) Directing and coordinating the development of the statewide capital improvement program expenditure and priorities plan, and reviewing and evaluating capital expenditure plans of the state departments; and

(E) Reviewing, in cooperation with the various state departments, the general and development plans of each county to identify statewide interests and to determine state capital improvement

project needs of the plans; and

(F) Submitting to the legislature a biennial report identifying statewide interests, capital improvement project needs, capital improvement priorities and the capital improvement projects that the state can reasonably be expected to finance over the period of the six-year capital improvement project forecast.]

(B) Reviewing, in cooperation with the various state departments, the general and development plans of each county to identify statewide interests and to determine state capital improvement

project needs of the plans.

In furtherance of these responsibilities, before each regular session of the legislature, the director of finance shall supply the governor with copies of the various capital improvement budget requests [for capital expenditures as received from submitted by state agencies for inclusion in the proposed state executive budget. The director of finance shall also supply the governor with a list of proposed public works to be [constructed] financed during the succeeding six years. Each county shall similarly provide the governor with a list of necessary capital improvements [to be constructed in the respective counties] it expects to have financed during the succeeding six years. In preparing the lists, the counties shall indicate the contemplated means of financing each project. The office of state planning shall review the various capital improvement budget requests [for capital expenditures and improvements] in relation to chapter 226 and any goals and objectives which the governor may prescribe. The office of state planning shall advise the governor on [capital expenditure] the various capital improvement budget requests and shall assist the governor as directed in [the implementation of those projects that are authorized and funded.] formulating the capital improvements program.

(7) Land use planning. Developing and presenting the position of the State in all boundary change petitions and proceedings before the land use commission, assisting state agencies in the development and submittal of petitions for land use district boundary amendments, and conducting periodic reviews of the classification and districting of all lands in the

State, as specified in chapter 205.

(8) Coastal and ocean policy management. Carrying out the lead agency responsibilities for the Hawaii coastal zone management program, as specified in chapter 205A. Also, developing and maintaining an ocean and coastal resources information, planning, and management system."

SECTION 6. Chapter 81, Hawaii Revised Statutes, is amended by repealing the subdivision heading of "Institute for Management and Analysis".

["[INSTITUTE FOR MANAGEMENT AND ANALYSIS]"]

SECTION 7. Section 81-11, Hawaii Revised Statutes, is repealed.

SECTION 8. Section 81-12, Hawaii Revised Statutes, is repealed.

SECTION 9. Section 81-13, Hawaii Revised Statutes, is repealed.

SECTION 10. Section 81-14, Hawaii Revised Statutes, is repealed.

SECTION 11. Section 81-15, Hawaii Revised Statutes, is repealed.

SECTION 12. Section 81-17, Hawaii Revised Statutes, is repealed.

SECTION 13. **Transfer of personnel.** Except as provided in this section, all officers and employees whose activities are transferred by this Act, including but not limited to persons employed at the land use division and the coastal zone management program of the department of business and economic development, shall be transferred with those activities and shall continue to perform their regular duties upon their transfer, subject to the state personnel laws and this Act.

No officer or employee of the State transferred under this section shall suffer any loss of civil service status, salary, seniority, prior service credit, vacation, sick leave, or other employee benefit or privilege as a consequence of this Act, and such officer or employee may be transferred or appointed to a civil service position without the necessity of examination; provided that the officer or employee possesses the minimum qualifications for the position to which transferred or appointed; and provided that subsequent changes in status may be made pursuant to applicable civil service and compensation laws.

An officer or employee of the State who does not have tenure and who may be transferred or appointed to a civil service position as a consequence of this Act shall become a civil service employee without the loss of salary, seniority, prior service credit, vacation, sick leave, or other employee benefits or privilege and without the necessity of examination; provided that such an officer or employee possesses the minimum qualifications for the position to which transferred or appointed.

In the event that an office or position held by an officer or employee having tenure is abolished, the officer or employee shall not thereby be separated from public employment, but shall remain in the employment of the State with the same pay and classification and shall be transferred to some other office or position for which the officer or employee is eligible under the personnel laws of the State.

SECTION 14. Transfer of records, equipment, authorization, and other property. All appropriate records, equipment, files, supplies, contracts, books, papers, documents, maps, authorizations, and other property heretofore made, used, acquired, or held in conjunction with activities transferred by this Act shall be transferred with the activities to which they relate.

SECTION 15. **Transfer of funds.** All funds appropriated for the 1987-1989 fiscal biennium, directly or indirectly, relating to the activities transferred under this Act shall be appropriately transferred to the office of the governor with the activities to which they relate.

SECTION 16. Federal aid, contract and bond obligations; not impaired. It is the intent of this Act to neither jeopardize the receipt of any federal aid nor

impair the obligation of the State or agency thereof to persons with which it has existing contracts or to the holders of any bond issued by the State or by any such agency, and to the extent, and only to the extent, necessary to effectuate this intent, the governor may modify the strict provisions of this Act, but shall promptly report any such modification with reasons therefor to the legislature at its next session thereafter for review by the legislature.

SECTION 17. Conflict with provisions of this Act. All laws and parts of laws heretofore enacted which are in conflict with the provisions of this Act are hereby amended to conform to this Act. All acts passed during this Regular Session of 1987, whether enacted before or after the passage of this Act, shall be amended to conform to this Act, unless such acts specifically provide that this Act is being amended.

SECTION 18. Statutory material to be repealed is bracketed. New statutory material is underscored.¹

SECTION 19. This Act shall take effect upon its approval.

(Approved June 14, 1988.)

Note

1. Edited pursuant to HRS §23G-16.5.