

Executive Supplemental Budget for 2021-23

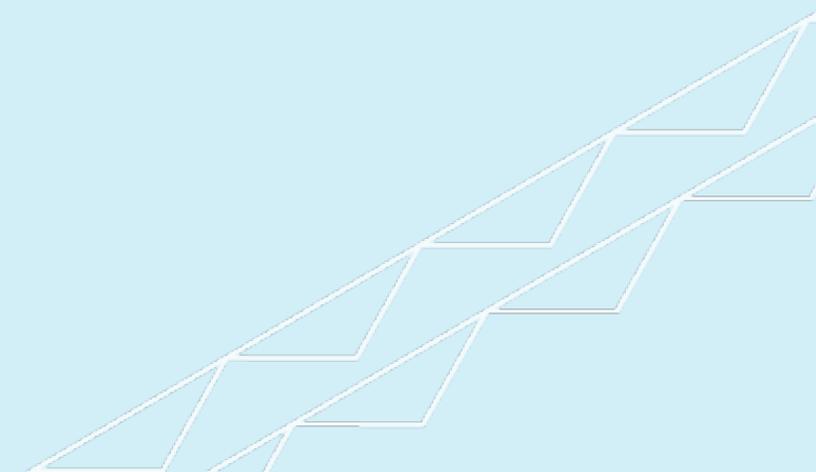
December 20, 2021

Overview

- Launches initiatives that are responsive to the pandemic
- Restores critical services that were reduced over the past two years
- Continues to prepare for unforeseen events
- Prioritizes cleaner, safer, healthier environment

Operating Budget

- Total Operating Budget from all methods of financing:
 - \$16.017 Billion in FY 2022 (.1% **less** than current appropriation)
 - \$16.926 Billion in FY 2023 (10.2% **more** than current appropriation)



General Funds Adjustments

- Proposed General Fund adjustment for FY23:
 - \$8.701 billion
 - Increase of 12.2% or \$942.3 million over current appropriation level of \$7.759 billion

Capital Improvements Program for GO Bond funds

- Slight decrease of \$2.0 million in FY22
 - .2% less than current level of \$948.8 million in FY22
- In FY23, proposing an increase of \$827.4 million
 - 281% more than the current total of GO bond funding of \$294.1 million

Budget Highlights

- **Education – DOE and University**

- Restoring and investing over \$689 million for public education
 - Adds \$100.2 million for various DOE programs to restore funding due to restrictions during the pandemic
 - \$32.5 million for extra compensation for classroom teacher differentials
 - \$240 million additional funds in FY23 for public school facilities
 - Requesting \$86.5 million at the university level for modernization, maintenance, capital renewal/deferred maintenance, and tech renovations statewide

Budget Highlights (Cont)

- **Education – University (Medical Education)**

- To address doctor and nurse shortage:

- Requested 20 permanent positions and \$2.04 million to expand JABSOM's residency program to the neighbor islands.
- \$1.75 million to support UH's nursing programs.

Budget Highlights (Cont)

- **Medicare Health Payments**

- Increases Medicaid health care payments by \$15.9 million in general funds and \$10.2 million in federal funds

- **Information Technology**

- \$33.3 million for broadband
- Reappropriating \$115.3 million in ARP CIP funding for statewide broadband projects

Budget Highlights (Cont)

- **Housing**

- \$40 million in the Capital Improvement budget to the School Facility Agency for teacher housing in West O'ahu and \$40 million special funds authorization for the project
- \$5 million for statewide loan capitalization for DHHL
- \$10 million for DHHL lot development projects

Budget Highlights (Cont)

- **Public Safety – COVID-19 Response**

- Adding \$61.8 million for Safe Travels, National Guard costs, and other COVID-19 expenditures
- Adding over \$30 million in state and federal funds to provide contingency funding for statewide COVID-19 operations
- Restoring \$5 million to the Major Disaster Fund

Budget Highlights (Cont)

- **Public Safety – Jails and Prisons**

- Restores \$17.6 million to fund 291.5 permanent positions in PSD, bringing dept. up to FY19 staffing levels
- Adds 193 new positions, including 29 healthcare positions, to staff new wings currently underway to address overcrowding
- Adds 24 permanent positions to support law enforcement services (O‘ahu, Hawai‘i)
- Adds 22 permanent healthcare positions to improve healthcare services

Budget Highlights (Cont)

- **Public Safety – Jails and Prisons**

- \$5 million for upgrades to state's emergency operations center
- \$21 million to replace existing inmate management system for PSD facilities statewide
- \$15 million to take next steps relocating OCCC

Budget Highlights (Cont)

- **Creating a Cleaner, Safer, and Healthier Hawai'i**

- Focused on protecting watersheds, better managing our oceans, bio-security plan, doubling local food production, and moving toward 100% renewable energy.
 - \$10 million for Royal Kunia Agricultural Park
 - \$4 million for watershed protection
 - \$3.45 million for Maunawili and Kāne'ohe Pali acquisitions on O'ahu

Budget Highlights (Cont)

- **Transportation**

- Seeking to strengthen infrastructure that supports our communities.
- Using a mix of funding sources, state will make improvements to airports, highways, and harbors statewide

Additional Proposal

- Submitting a separate spending bill to replenish the Emergency and Budget Reserve Fund
 - Proposing to deposit \$1 billion into the Emergency and Budget Reserve Fund

Q&A

