

UNIVERSITY OF HAWAI‘I SYSTEM LEGISLATIVE TESTIMONY



**UOH 915 UNIVERSITY OF HAWAII DEBT SERVICE PAYMENT
UOH 941 UNIVERSITY OF HAWAII RETIREMENT PAYMENT
UOH 943 UNIVERSITY OF HAWAII HEALTH PREMIUM PAYMENT**

Testimony Presented Before the
Senate Committee on Ways and Means

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by

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Budget Requests for Supplemental Fiscal Year 2008-09
UOH 915 – Debt Service Payments

1. Introduction:

- a. Summary of program objectives.

To provide for retirement of debt and interest payments on debt.

- b. Description of program objectives. Present your summary of the objectives and activities as discussed in the Multi-Year program and Financial Plan.

To provide for retirement of debt and interest payments on debt.

- c. Explain how your program intends to meet its objectives in the upcoming supplemental year.

This program is administered by the Department of Budget and Finance (B&F). Funds are appropriated in this program to show the full cost of public education. Funds are transferred back to B&F for expenditure after allocation in July each year.

2. Program Performance Results:

- a. Discuss the performance results achieved by each program in FY07.

Funds for this purpose were previously appropriated in UOH 900/JJ. Funds were transferred to B&F in July as required by proviso in Act 178/05.

- b. Explain how these results relate to the program's objectives and department's mission.

Funding for costs estimated by B&F was available for expenditure by B&F.

- c. Explain how the effectiveness of the program is measured (i.e.: outcomes, measures of effectiveness, benchmarks, etc.) and discuss the performance results achieved during the past two years.

This the first year for this program ID; no measures have been created.

- d. Discuss the actions taken by each program to improve its performance results.

Not applicable.

- e. Please identify all modifications to your program's performance measures and discuss the rationale for these modifications.

No performance measures have been created for this program ID.

3. Problems and Issues:

- a. Discussion of problems and issues encountered, if any.

B&F has calculated that the cost will decrease in FY 2008-09.

- b. Program change recommendations to remedy problems.

The Executive Supplemental Budget for FY 2008-09 includes a request for decrease of \$1,097,251.

- c. Identify any program issues or problems that have affected or will affect the implementation of the program, and the corrective measures or remedies established or planned.

None.

4. Expenditures for FY08:

	Appropriation Budget Act FY 2007-08	Collective Bargaining	Transfer In Transfer Out	Restriction	Estimated Total Expenditure
Personal Services	0	0	0	0	0
Current Expenses	83,868,969				83,868,969
Equipment	0	0	0	0	0
Motor Vehicles	0	0	0	0	0
TOTAL	83,868,969				83,868,969
General Funds	83,868,969	0	0	0	83,868,969
Special Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Revolving Funds	0	0	0	0	0

5. Supplemental Budget Requests for FY09:

UOH 915	Act 213/07 FY 09	Budget Adjustment FY09	Supplemental Request FY09
Position Count	(0.00)	(0.00)	(0.00)
Personal Services	0	0	0
Other Current Expenses	88,772,332	(1,097,251)	87,675,081
Equipment			
Motor Vehicles			
Total Requirements	88,772,332	(1,097,251)	87,675,081
Less: (Positions)	0	0	0
Special Funds			
(Positions)			
Federal Funds			
Interdepartmental Funds			
(Positions)			
Revolving Funds			
Trust Funds			
(Position Count)	(0.00)	(0.00)	(0.00)
General Funds	88,772,332	(1,097,251)	87,675,081

a. Workload or program request: (\$1,097,251 general funds):

	<u>FY 2009</u>	<u>MOF</u>
It is requested that the appropriation for debt service payment be reduced to	(\$1,097,251)	A

b. For all position count reductions:

None.

6. Program Restrictions:

None.

7. Capital Improvement Program (CIP) Requests for FY09:

CIP data for all projects within the agency being heard shall be combined into a single appendix in the department's testimony (if no request is being made, please indicate "none").

None.

8. Proposed Lapses of CIP projects:

None.

Budget Requests for Supplemental Fiscal Year 2008-09
UOH 941 – Retirement Benefit Payments

1. Introduction:

- a. Summary of program objectives.

To provide for the employer's share of contributions to the employees retirement fund and Social Security/Medicare payments.

- b. Description of program objectives. Present your summary of the objectives and activities as discussed in the Multi-Year program and Financial Plan.

To provide for the employer's share of contributions to the employees retirement fund and Social Security/Medicare payments.

- c. Explain how your program intends to meet its objectives in the upcoming supplemental year.

This program is administered by the Department of Budget and Finance (B&F). Funds are appropriated in this program to show the full cost of public education. Funds are transferred back to B&F for expenditure after allocation in July each year.

2. Program Performance Results:

- a. Discuss the performance results achieved by each program in FY07.

Funds for this purpose were previously appropriated in UOH 900/JJ. Funds were transferred to B&F in July as required by proviso in Act 178/05.

- b. Explain how these results relate to the program's objectives and department's mission.

Funding for costs estimated by B&F was available for expenditure by B&F.

- c. Explain how the effectiveness of the program is measured (i.e.: outcomes, measures of effectiveness, benchmarks, etc.) and discuss the performance results achieved during the past two years.

This the first year for this program ID; no measures have been created.

- d. Discuss the actions taken by each program to improve its performance results.

Not applicable.

- e. Please identify all modifications to your program's performance measures and discuss the rationale for these modifications.

No performance measures have been created for this program ID.

3. Problems and Issues:

- a. Discussion of problems and issues encountered, if any.

B&F has calculated that the cost will increase in FY 2008-09.

- b. Program change recommendations to remedy problems.

The Executive Supplemental Budget for FY 2008-09 includes a request for increase of \$18,401,650.

- c. Identify any program issues or problems that have affected or will affect the implementation of the program, and the corrective measures or remedies established or planned.

None.

4. Expenditures for FY08:

	Appropriation Budget Act FY 2007-08	Collective Bargaining	Transfer In Transfer Out	Restriction	Estimated Total Expenditure
Personal Services	0	0	0	0	0
Current Expenses	93,215,574				93,215,574
Equipment	0	0	0	0	0
Motor Vehicles	0	0	0	0	0
TOTAL	93,215,574				93,215,574
General Funds	93,215,574	0	0	0	93,215,574
Special Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Revolving Funds	0	0	0	0	0

5. Supplemental Budget Requests for FY09:

UOH 941	Act 213/07 FY 09	Budget Adjustment FY09	Supplemental Request FY09
Position Count	(0.00)	(0.00)	(0.00)
Personal Services	0	0	0
Other Current Expenses	99,378,567	18,401,650	117,780,217
Equipment			
Motor Vehicles			
Total Requirements	99,378,567	18,401,650	117,780,217
Less: (Positions)	0	0	0
Special Funds			
(Positions)			
Federal Funds			
Interdepartmental Funds			
(Positions)			
Revolving Funds			
Trust Funds			
(Position Count)	(0.00)	(0.00)	(0.00)
General Funds	99,378,567	18,401,650	117,780,217

a. Workload or program request: \$18,401,650 general funds:

	<u>FY 2009</u>	<u>MOF</u>
1. It is requested that additional funds be provided to meet pension accumulation requirements	16,154,285	A
2. It is requested that additional funds be provided to meet social security and medicare requirements	2,247,365	A

b. For all position count reductions:

None.

6. Program Restrictions:

None.

7. Capital Improvement Program (CIP) Requests for FY09:

CIP data for all projects within the agency being heard shall be combined into a single appendix in the department's testimony (if no request is being made, please indicate "none").

None.

8. Proposed Lapses of CIP projects:

None.

Budget Requests for Supplemental Fiscal Year 2008-09
UOH 943 – Health Premium Payments

1. Introduction:

- a. Summary of program objectives.

To provide for the employer's share of health fund premiums.

- b. Description of program objectives. Present your summary of the objectives and activities as discussed in the Multi-Year program and Financial Plan.

To provide for the employer's share of health fund premiums.

- c. Explain how your program intends to meet its objectives in the upcoming supplemental year.

This program is administered by the Department of Budget and Finance (B&F). Funds are appropriated in this program to show the full cost of public education. Funds are transferred back to B&F for expenditure after allocation in July each year.

2. Program Performance Results:

- a. Discuss the performance results achieved by each program in FY07.

Funds for this purpose were previously appropriated in UOH 900/JJ. Funds were transferred to B&F in July as required by proviso in Act 178/05.

- b. Explain how these results relate to the program's objectives and department's mission.

Funding for costs estimated by B&F was available for expenditure by B&F.

- c. Explain how the effectiveness of the program is measured (i.e.: outcomes, measures of effectiveness, benchmarks, etc.) and discuss the performance results achieved during the past two years.

This the first year for this program ID; no measures have been created.

- d. Discuss the actions taken by each program to improve its performance results.

Not applicable.

- e. Please identify all modifications to your program’s performance measures and discuss the rationale for these modifications.

No performance measures have been created for this program ID.

3. Problems and Issues:

- a. Discussion of problems and issues encountered, if any.

None.

- b. Program change recommendations to remedy problems.

None.

- c. Identify any program issues or problems that have affected or will affect the implementation of the program, and the corrective measures or remedies established or planned.

None.

4. Expenditures for FY08:

	Appropriation Budget Act FY 2007-08	Collective Bargaining	Transfer In Transfer Out	Restriction	Estimated Total Expenditure
Personal Services	0	0	0	0	0
Current Expenses	60,826,187				60,826,187
Equipment	0	0	0	0	0
Motor Vehicles	0	0	0	0	0
TOTAL	60,826,187				60,826,187
General Funds	60,826,187	0	0	0	60,826,187
Special Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Revolving Funds	0	0	0	0	0

5. Supplemental Budget Requests for FY09:

UOH 943	Act 213/07 FY 09	Budget Adjustment FY09	Supplemental Request FY09
Position Count	(0.00)	(0.00)	(0.00)
Personal Services	0	0	0
Other Current Expenses	65,107,996	0	65,107,996
Equipment			
Motor Vehicles			
Total Requirements	65,107,996	0	65,107,996
Less: (Positions)	0	0	0
Special Funds			
(Positions)			
Federal Funds			
Interdepartmental Funds			
(Positions)			
Revolving Funds			
Trust Funds			
(Position Count)	(0.00)	(0.00)	(0.00)
General Funds	65,107,996	0	65,107,996

a. Workload or program request:

None.

b. For all position count reductions:

None.

6. Program Restrictions:

None.

7. Capital Improvement Program (CIP) Requests for FY09:

CIP data for all projects within the agency being heard shall be combined into a single appendix in the department's testimony (if no request is being made, please indicate "none").

None.

8. Proposed Lapses of CIP projects:

None.