



STATE OF HAWAII
HAWAII STATE PUBLIC LIBRARY SYSTEM
OFFICE OF THE STATE LIBRARIAN
44 MERCHANT STREET
HONOLULU, HAWAII 96813

June 21, 2016

TO: The Honorable Grant Chun
Chairperson, Finance and Infrastructure Committee
Board of Education

FROM: Stacey A. Aldrich
State Librarian

SUBJECT: Update on the Hawaii State Public Library System's (HSPLS)
Supplemental Budget Request for 2016-2017 Fiscal Year: Conference
Committee Decisions

Update on the House Draft of House Bill (HB) 1700, Conference Draft I (DC1), the Supplemental Budget Bill, which amends FY 2017 (next fiscal year) of the two year fiscal biennium budget passed in Act 119, SLH 2015.

On January 5, 2016, prior to the start of the 2016 Legislative Session, the Hawaii State Public Library System gave an informational briefing of our Supplemental Budget Request (refer to Attachment 1, BOE recommendation) for FY 2017 to both the Senate Committee on Ways and Means and the House Committee on Finance. Our budget request was included with the Executive Budget Bill - HB 1700 which went through both Houses and finally ended up in conference.

The following is an overview of the HSPLS budget and staffing.

	2017 BUDGET
General Fund	\$32,661,055
Special Fund*	\$4,000,000
Federal Fund	\$1,365,244
Total Budget	\$39,026,299

*The spending ceiling for Special Funds was increased by \$500,000.

	2017 STAFFING
FTE (Permanent & Temporary)	556.00

Here are the final 2017 appropriations in comparison to the initial Board of Education approved budget request. The following table highlights FTE, funding, and CIP.

	BOE Approved	Governor Approved	HB 1700 HD 1	HB 1700 SD 1	HB 1700 CD 1
(FTE) Positions	8.50	8.50	0.00	6.50	0.00
Funding	\$1,370,808	\$771,554	\$587,210	\$937,567	\$820,727
CIP					
• Health & Safety	\$4,000,000	\$4,000,000	\$4,000,000	\$4,000,000	\$4,000,000
• Americans with Disabilities Act	\$250,000	\$250,000	\$250,000	\$250,000	\$250,000
• Retro-commissioning	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000
• Molokai Library Expansion			\$4,700,000		\$4,700,000
• Construction of ADA compliant restrooms at Aina Haina Library			\$100,000		\$100,000
• Design of new Makiki Library			\$1,000,000		\$1,000,000
Total CIP	\$5,250,000	\$5,250,000	\$11,050,000	\$5,250,000	\$11,050,000

The following items have been added to our FY2017 Budget in the final Conference Draft (HB1700, CD1):

1. \$200,000 for our backlog Repair & Maintenance projects.
2. \$370,727 for additional Security hours and to ensure Security at all 50 of our public libraries.
3. \$250,000 for our library collections.

All of our requests for additional positions were not approved so we will be re-submitting these same requests for the next FB 2017-19 Budget Request later this year. We believe the delay in the completion date of the new Nanakuli Public Library to late 2017 was a major factor in the Legislature's decision.

To provide further information, we have attached:

- A copy of the budget that more clearly defines the Board of Education approved request, the Governor's budget, and the final appropriations. (Attachment 1)
- A copy of the CIP Summary (Attachment 2)

On May 3, 2016, HB 1700, CD1 passed final reading in both the House and Senate and was transmitted to the Governor. We are now awaiting the Governor's signature to enact this budget bill into law.

We will be providing the Board our FY 2017 Budget and Expenditure Plan after receiving the Governor's Budget Execution Policies.

Please call or email Keith Fujio at 586-3700 or keith.fujio@librarieshawaii.org, if you have any questions.

Thank you.

Attachments

ATTACHMENT 1

FY 17 SUPPLEMENTAL BUDGET REQUEST

JULY 1, 2016 TO JUNE 30, 2017

Description	MOF	HSPLS BUDGET REQUEST FY 2017		GOVERNOR REQUEST FY 2017		HB 1700 HD 1 FY 2017		HB 1700 SD 1 FY 2017		HB 1700 CD 1 FY 2017	
		FTE	FTE	FTE	FTE	FTE	FTE	FTE	FTE	FTE	FTE
FTE - General, Permanent	A	555.00	555.00	555.00	555.00	555.00	555.00	555.00	555.00	555.00	555.00
FTE - General, Temporary	A	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Base Budget - General	A	32,840,328	32,840,328	32,840,328	32,840,328	32,840,328	32,840,328	32,840,328	32,840,328	32,840,328	32,840,328
Base Budget - Special	B	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Base Budget - Federal	N	1,365,244	1,365,244	1,365,244	1,365,244	1,365,244	1,365,244	1,365,244	1,365,244	1,365,244	1,365,244
Total Base FTE (Permanent)		555.00	555.00	555.00	555.00	555.00	555.00	555.00	555.00	555.00	555.00
Total Base Budget		37,705,572	37,705,572	37,705,572	37,705,572	37,705,572	37,705,572	37,705,572	37,705,572	37,705,572	37,705,572
SEQ #		FTE	FTE	FTE	FTE	FTE	FTE	FTE	FTE	FTE	FTE
1) Additional Positions & Funding -											
100-001	A	6.50	216,194	6.50	116,840	0.00	0	6.50	116,840	0.00	0
4) Unfunded Operational Expenses -											
101-001(A)	A		500,000		0		0		250,000		250,000
4) Unfunded Operational Expenses -											
101-001(B)	B		0		500,000		500,000		250,000		500,000
5) Additional Position - Aiea Public Library											
102-001	A	1.00	37,416	1.00	37,416	0.00	0	0.00	0	0.00	0
6) Additional Position - Naalehu Public Library											
103-001	A	1.00	29,988	1.00	29,988	0.00	0	0.00	0	0.00	0
2) Unfunded Operational Expenses -											
104-001	A		200,000		200,000		200,000		200,000		200,000
3) Unfunded Operational Expenses -											
105-001	A		387,210		387,210		387,210		370,727		370,727
Total FTE adjustments		8.50	8.50	8.50	8.50	0.00	0.00	6.50	6.50	0.00	0.00
Total Funding adjustments	A		1,370,808		771,454		587,210		937,567		820,727
Total Funding adjustments	B		0		500,000		500,000		250,000		500,000
Total Funding adjustments	N		0		0		0		0		0
Total Adjustments			1,370,808		1,271,454		1,087,210		1,187,567		1,320,727
General Fund - FTE (Permanent)	A		563.50		563.50		555.00		561.50		555.00
General Fund - FTE (Temporary)	A		1.00		1.00		1.00		1.00		1.00
General Fund	A		34,211,136		33,611,782		33,427,538		33,777,895		33,661,055
Special Fund	B		3,500,000		4,000,000		4,000,000		3,750,000		4,000,000
Federal Fund	N		1,365,244		1,365,244		1,365,244		1,365,244		1,365,244
Total FTE (Permanent & Temporary)			564.50		564.50		556.00		562.50		556.00
Total Budget FY 2017			39,076,380		38,977,026		38,792,782		38,993,139		39,026,299

**HIGHLIGHTS OF CONFERENCE ADJUSTMENTS TO GOVERNOR'S
FY 17 SUPPLEMENTAL CIP BUDGET REQUEST (INCL. MESSAGES)
(All projects are GO bond funded unless otherwise noted)**

DEPARTMENT: EDUCATION - LIBRARIES

Concurred with Governor's Budget:

1. Added \$1,500,000 for Lump Sum - Health and Safety, Statewide.
2. Added \$250,000 for an Americans With Disabilities Act planning and design study.
3. Added \$1,000,000 for Retrocommissioning requirements of library facilities, Statewide.
- 4.

Amended Governor's Budget:

1. Added \$4,700,000 to expand the Molokai Public Library.
2. Added \$100,000 to design and construct ADA compliant public restrooms at Aina Haina Public Library.
3. Added \$1,000,000 for design of a new Makiki Public Library.