

STAND. COM. REP. NO.

2035

Honolulu, Hawaii

Feb. 14, 2006

RE: S.B. No. 2459

Honorable Robert Bunda  
President of the Senate  
Twenty-Third State Legislature  
Regular Session of 2006  
State of Hawaii

Sir:

Your Committee on Transportation and Government Operations,  
to which was referred S.B. No. 2459 entitled:

"A BILL FOR AN ACT RELATING TO CONCESSIONS ON PUBLIC  
PROPERTY,"

begs leave to report as follows:

The purpose of this measure is to assist smaller  
concessionaires by giving the State the flexibility to accept  
legal tender and financial instruments other than performance  
bonds as security for the performance of their concession  
contracts.

Your Committee received testimony in support of this measure  
from the Department of Transportation and Airport Concessionaires  
Committee.

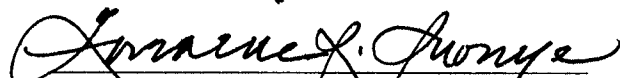
Your Committee finds that in the wake of the events of  
September 11, 2001, bonds have become increasingly expensive and  
difficult to obtain for concessionaires. This measure provides  
concessionaires with flexibility to reduce costs that are  
presently associated with financial security requirements.

As affirmed by the record of votes of the members of your  
Committee on Transportation and Government Operations that is  
attached to this report, your Committee is in accord with the  
intent and purpose of S.B. No. 2459 and recommends that it pass



Second Reading and be referred to the Committee on Commerce,  
Consumer Protection, and Housing.

Respectfully submitted on  
behalf of the members of the  
Committee on Transportation and  
Government Operations,

  
LORRAINE R. INOUE, Chair



