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## HOUSE CONCURRENT RESOLUTION

REQUESTING THE AUDITOR TO CONDUCT A COMPREHENSIVE MANAGEMENT  
AUDIT OF THE CABLE TELEVISION DIVISION OF THE DEPARTMENT OF  
COMMERCE AND CONSUMER AFFAIRS.

1 WHEREAS, the Cable Television Division (Division) of the  
2 Department of Commerce and Consumer Affairs is the regulatory  
3 authority with state jurisdiction over cable television  
4 operators in Hawaii; and  
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6 WHEREAS, the Division has never been subject to an  
7 independent review or management audit since its creation; and  
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9 WHEREAS, the State Procurement Office recently disapproved  
10 the Department of Commerce and Consumer Affairs' request for an  
11 exemption to directly negotiate contracts with nonprofit access  
12 organizations selected by the Department of Commerce and  
13 Consumer Affairs to manage cable access resources for each  
14 county, without complying with the State Procurement Code; and  
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16 WHEREAS, instead of granting the Department of Commerce and  
17 Consumer Affairs' request for an exemption as noted above, the  
18 State Procurement Office considers the period of the  
19 Department's violation of the State Procurement Code to be from  
20 the date of the 1997-1999 contracts with Olelo, Na Leo, Ho'ike,  
21 and Akaku to June 30, 2006; and  
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23 WHEREAS, federal regulation of cable television and related  
24 broadband media are undergoing important and dramatic changes;  
25 and  
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27 WHEREAS, all of Hawaii's citizens and Hawaii consumers of  
28 cable television and high-speed Internet services will benefit  
29 from a review of state regulation; and  
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31 WHEREAS, a review of state regulation of cable television  
32 operators will ensure that best practices are in place; and



1 WHEREAS, a management audit of the Division will ensure  
2 that Hawaii cable television customers are protected and public  
3 interest obligations are met; now, therefore,  
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5 BE IT RESOLVED by the House of Representatives of the  
6 Twenty-fourth Legislature of the State of Hawaii, Regular  
7 Session of 2007, the Senate concurring, that the Auditor, with  
8 the assistance of the Legislative Reference Bureau to develop  
9 specific legislative proposals, is requested to conduct a  
10 comprehensive management audit of the Cable Television Division  
11 of the Department of Commerce and Consumer Affairs; and  
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13 BE IT FURTHER RESOLVED that the Auditor, with the  
14 assistance of the Legislative Reference Bureau, is requested to  
15 report its findings and recommendations to the Legislature no  
16 later than thirty days prior to the convening of the Regular  
17 Session of 2008; and  
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19 BE IT FURTHER RESOLVED that certified copies of this  
20 Concurrent Resolution be transmitted to the Governor, the  
21 Auditor, the Director of Commerce and Consumer Affairs, and the  
22 Administrator of the Cable Television Division.  
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OFFERED BY: *OWU.2-*

MAR 13 2007

