THE SENATE TWENTY-FOURTH LEGISLATURE, 2007 STATE OF HAWAII

S.C.R. NO. 146

MAR 1 4 2007

SENATE CONCURRENT RESOLUTION

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

WHEREAS, the Cable Television Division (Division) of the 1 Department of Commerce and Consumer Affairs is the regulatory 2 authority with state jurisdiction over cable television 3 operators in Hawaii; and 4 5 WHEREAS, the Division has never been subject to an 6 independent review or management audit since its creation; and 7 8 WHEREAS, the State Procurement Office disapproved the 9 Department of Commerce and Consumer Affairs' request for an 10 exemption to directly negotiate contracts with nonprofit access 11 organizations selected by the Department of Commerce and 12 Consumer Affairs to manage cable access resources for each 13 county, without complying with the State Procurement Code; and 14 15 WHEREAS, instead of granting the Department of Commerce and 16 Consumer Affairs' request for an exemption as noted above, the 17 State Procurement Office considers the period of the 18 Department's violation of the State Procurement Code to be from 19 the date of the 1997-1999 contracts with Olelo, Na Leo, Ho'ike, 20 and Akaku to June 30, 2006; and 21 22 WHEREAS, federal regulation of cable television and related 23 broadband media are undergoing important and dramatic changes; 24 and 25 26 WHEREAS, all of Hawaii's citizens and Hawaii consumers of 27 cable television and high-speed Internet services will benefit 28 from a review of state regulation; and 29 30 WHEREAS, a review of state regulation of cable television 31 operators will ensure that best practices are in place; and 32



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WHEREAS, a management audit of the Division will ensure 1 that Hawaii cable television customers are protected and public 2 interest obligations are met; now, therefore, 3 4 BE IT RESOLVED by the Senate of the Twenty-fourth 5 Legislature of the State of Hawaii, Regular Session of 2007, the 6 House of Representatives concurring, that the Auditor, with the 7 assistance of the Legislative Reference Bureau to develop 8 specific legislative proposals, is requested to conduct a 9 comprehensive management audit of the Cable Television Division 10 of the Department of Commerce and Consumer Affairs; and 11 12 BE IT FURTHER RESOLVED that the Auditor, with the 13 assistance of the Legislative Reference Bureau, is requested to 14 report findings and recommendations to the Legislature no later 15 than thirty days prior to the convening of the Regular Session 16 of 2008; and 17 18 BE IT FURTHER RESOLVED that certified copies of the 19 Concurrent Resolution be transmitted to the Governor, the 20 Auditor, the Director of Commerce and Consumer Affairs, and the 21 Administrator of the Cable Television Division. 22 23 24 25

OFFERED BY:

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