

Honolulu, Hawaii

Feb 26, 2010

RE: H.B. No. 2186
H.D. 1

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fifth State Legislature
Regular Session of 2010
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 2186 entitled:

"A BILL FOR AN ACT RELATING TO IMPROPER PAYMENTS ELIMINATION AND RECOVERY,"

begs leave to report as follows:

The purpose of this bill is to improve the financial management of each State agency by:

- (1) Establishing procedures to eliminate and recover improper payments made by a State agency, State contractor, State grantee, or a governmental or other organization administering a State program or activity, to any non-State person or entity; and
- (2) Requiring the head of each agency to conduct a financial management improvement program and follow additional reporting requirements for State agencies consistent with guidance prescribed by the Director of Finance.

The Department of Budget and Finance offered comments on this bill.

Your Committee has amended this bill by:

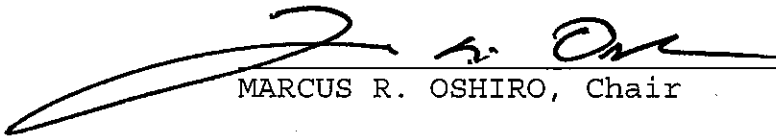
- (1) Changing the effective date to July 1, 2020, to encourage further discussion; and



- (2) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2186, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2186, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Finance,


MARCUS R. OSHIRO, Chair



