

STAND. COM. REP. NO. 111

Honolulu, Hawaii

FEB 11 2011

RE: S.B. No. 20
S.D. 1

Honorable Shan S. Tsutsui
President of the Senate
Twenty-Sixth State Legislature
Regular Session of 2011
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 20 entitled:

"A BILL FOR AN ACT RELATING TO THE BUDGET,"

begs leave to report as follows:

The purpose and intent of this measure is to require the Director of Finance to report to the Legislature the projected cost variance and reasons for any material change to an expense, program, project, or capital improvement project for which the Legislature has already appropriated funds.

Your Committee received comments on this measure from Kalbert K. Young, Interim Director, Department of Budget and Finance.

Your Committee finds that requiring the Department of Budget and Finance to report such information will assist the Legislature in its budget deliberation processes, thereby enhancing its ability to exercise its mandated fiscal oversight responsibilities.

Your Committee has amended this measure, as suggested by the Department of Budget and Finance, by:

- (1) Limiting the information that must be reported to the Legislature to a material change in a capital improvement project;



- (2) Amending the definition of "material change" to mean a modification in the scope of work as specified by the project title and description of the capital improvement project appropriation;
- (3) Deleting proposed amendments to section 37-36(b), Hawaii Revised Statutes, relating to notice by the Director of Finance of allotment modifications of an unspecified percentage; and
- (4) Making technical nonsubstantive amendments for the purposes of conformity and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 20, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 20, S.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,



DAVID Y. IGE, Chair



The Senate
Twenty-Sixth Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

| | | | | |
|--|-----------------------------------|------------------------|----------|----------|
| Bill / Resolution No.:* SB 20 | Committee Referral: WAM | Date: 2-9-11 | | |
| <input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____ | | | | |
| The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2313 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313 | | | | |
| Members | Aye | Aye (WR) | Nay | Excused |
| IGE, David Y. (C) | / | | | |
| KIDANI, Michelle N. (VC) | / | | | |
| CHUN OAKLAND, Suzanne | / | | | |
| DELA CRUZ, Donovan M. | / | | | |
| ENGLISH, J. Kalani | / | | | |
| ESPERO, Will | / | | | ✓ |
| FUKUNAGA, Carol | / | | | |
| KIM, Donna Mercado | / | | | |
| KAHELE, Gilbert | / | | | |
| KOUCHI, Ronald D. | / | | | |
| RYAN, Pohai | / | | | |
| TOKUDA, Jill N. | / | | | |
| WAKAI, Glenn | / | | | |
| SLOM, Sam | / | | | |
| | | | | |
| | | | | |
| | | | | |
| TOTAL | 13 | 0 | 0 | 1 |
| Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted | | | | |
| Chair's or Designee's Signature: <div style="text-align:center; font-family: cursive; font-size: 1.2em;">Michelle N. Kidani</div> | | | | |
| Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy | | | | |

*Only one measure per Record of Votes