

Honolulu, Hawaii

FEB 28 2014

RE: S.B. No. 2751
S.D. 2

Honorable Donna Mercado Kim
President of the Senate
Twenty-Seventh State Legislature
Regular Session of 2014
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 2751, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO CONCESSIONS,"

begs leave to report as follows:

The purpose and intent of this measure is to provide government agencies with flexibility in the negotiation of concession contracts, specifically those that involve evolving media technologies.

More specifically, this measure exempts from the public concession bidding process the operation of concessions that:

- (1) Provide wireless and communication services; or
- (2) Consist solely of advertising.

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

Your Committee finds that the technologies used in communications and advertising evolve at a rapid pace. Requiring the operation of concessions that provide electronic communication services or consist solely of advertising to undergo the formal bidding process is often time-consuming and results in the use of obsolete or unsuitable technologies. Your Committee believes that providing flexibility in the negotiation of these concession

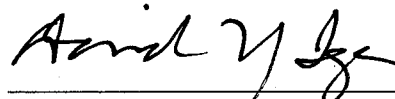


contracts will benefit the State by enhancing efficiency and improving the level of services provided to consumers.

Your Committee has amended this measure by making technical nonsubstantive amendments for the purposes of clarity, consistency, 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. 2751, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2751, S.D. 2.

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



DAVID V. IGE, Chair



The Senate
 Twenty-Seventh Legislature
 State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* <i>SB2751 SDI</i>	Committee Referral: <i>EGH, WAM</i>	Date: <i>2-27-14</i>		
<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 2311 <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	✓			
KAHELE, Gilbert	✓			
KEITH-AGARAN, Gilbert S.C.	✓			
KOUCHI, Ronald D.	✓			
RUDERMAN, Russell E.	✓			
THIELEN, Laura H.		✓		
TOKUDA, Jill N.	✓			
SLOM, Sam		✓		
	<i>11</i>	<i>2</i>	<i>0</i>	<i>0</i>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <i>Michelle N. Kidani</i>				
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*Only one measure per Record of Votes