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# A BILL FOR AN ACT

RELATING TO GOVERNMENT PROCESSES AND SERVICES.

**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:**

1           SECTION 1. The legislature finds that there are great  
2 inconsistencies and a general lack of accountability in the  
3 management and construction of government capital improvement  
4 projects. In response to these concerns, the legislature  
5 adopted and the governor signed into law Act 177, Session Laws  
6 of Hawaii 2015, which directed the auditor to review the  
7 process, efficiencies, and accountability of various  
8 departmental engineering sections that manage general fund  
9 capital improvement projects.

10           The purpose of this Act is to implement the auditor's  
11 recommendations.

12           SECTION 2. Chapter 103, Hawaii Revised Statutes, is  
13 amended by adding a new section to be appropriately designated  
14 and to read as follows:

15           "§103-     Capital improvement projects; personnel training;  
16 management. (a) The comptroller shall conduct annual training  
17 for the engineering personnel of all executive departments and



1 state agencies that manage their own capital improvement  
2 projects to ensure compliance with state adopted standards and  
3 procedures of best practices in the management and construction  
4 of capital improvement projects. Each department and agency  
5 shall provide orientation training for new employees during the  
6 interim.

7 (b) All executive departments and state agencies that  
8 manage their own capital improvement projects shall:

9 (1) Use timelines that include a comprehensive list of all  
10 activities required on a project, and not simply rely  
11 on contractor timelines, which may not reflect all  
12 project phases. At a minimum, the list shall include  
13 all phases in a project's life cycle, namely, the  
14 initiation, planning, design, bid, construction, and  
15 post construction phases;

16 (2) Follow state procurement office guidance for tracking  
17 payments and deliverables by using a contract  
18 administration worksheet that includes milestones or  
19 deliverables, which are marked off as items are  
20 completed; and



1        (3) To help ensure end-user satisfaction with their  
2        capital improvement projects, identify and involve  
3        stakeholders throughout a project's execution and  
4        closing, including providing information about project  
5        costs, schedules, and performance."

6        SECTION 3. New statutory material is underscored.

7        SECTION 4. This Act shall take effect on July 1, 2030.



**Report Title:**

Capital Improvement Projects; Management

**Description:**

Establishes guidelines for the management of capital improvement projects. (HB2018 HD1)

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

