

STAND. COM. REP. NO. 3077

Honolulu, Hawaii

MAR 24 2016

RE: H.B. No. 2018
H.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2016
State of Hawaii

Sir:

Your Committee on Government Operations, to which was referred H.B. No. 2018, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO GOVERNMENT PROCESSES AND SERVICES,"

begs leave to report as follows:

The purpose and intent of this measure is to establish guidelines for the management of capital improvement projects by requiring:

- (1) The Comptroller to conduct annual training for the engineering personnel of each executive department and state agency that manages the department's or agencies' own capital improvement projects, and each department and agency to provide orientation training for new employees during the interim; and
- (2) Each executive department and state agency that manages the department's or agencies' own capital improvement projects to use timelines, contract administration worksheets, ensure end-user satisfaction, and identify and involve stakeholders throughout a project's execution and closing.

Your Committee received testimony in support of this measure from the Department of Accounting and General Services, Department of Transportation, and Office of the Auditor.




Your Committee finds that there are great inconsistencies and a general lack of accountability in the management and construction of government capital improvement projects. In response to these concerns, Act 177, Session Laws of Hawaii 2015, was enacted and directs the Auditor to review the process, efficiencies, and accountability of various departmental engineering sections that manage general fund capital improvement projects. Implementation of this measure will provide transparency and ensure accountability in the management and construction of government capital improvement projects.

Your Committee recognizes that this measure is a work in progress and that there are questions regarding what training will entail, who will conduct the training, consequences for noncompliance, and cost. Your Committee finds that these issues merit further discussion and requests that your Committee on Ways and Means further examine those issues should it consider this measure for passage.

As affirmed by the record of votes of the members of your Committee on Government Operations that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2018, H.D. 1, and recommends that it pass Second Reading and be referred to your Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Government
Operations,




DONNA MERCADO KIM, Chair



The Senate
 Twenty-Eighth Legislature
 State of Hawai'i

Record of Votes
Committee on Government Operations
GVO

Bill / Resolution No.:* <i>HB 2018 HD1</i>	Committee Referral: <i>GVO, WAM</i>	Date: <i>03-22-16</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 checked="" type="checkbox"/> Pass, unamended 2312 <input type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
KIM, Donna Mercado (C)	✓			
IHARA, Jr., Les (VC)	✓			
DELA CRUZ, Donovan M.	✓			
KEITH-AGARAN, Gilbert S.C.	✓			
SHIMABUKURO, Maile S.L.	✓			
TOKUDA, Jill N.				✓
SLOM, Sam				✓
TOTAL	<i>5</i>	<i>0</i>	<i>0</i>	<i>2</i>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes