STAND. COM. REP. NO.

2427

Honolulu, Hawaii

FEB 1 9 2016

RE: S.B. No. 2399 S.D. 1

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

Sir:

Your Committees on Government Operations and Higher Education and the Arts, to which was referred S.B. No. 2399 entitled:

"A BILL FOR AN ACT RELATING TO THE RESEARCH CORPORATION OF THE UNIVERSITY OF HAWAII,"

beg leave to report as follows:

The purpose and intent of this measure is to require, for purposes of an exemption from civil service laws, all state agencies to obtain the Governor's written approval on a request for, amendment to, or supplement to the Research Corporation of the University of Hawaii's services for a project.

Your Committees received testimony in support of this measure from the Hawaii Government Employees Association, AFSCME Local 152, AFL-CIO and Hawaii Government Employees Association, AFSCME, Unit 8 Board. Your Committees received testimony in opposition to this measure from the Department of Land and Natural Resources, University of Hawaii Professional Assembly, Auwahi Forest Restoration Project, and seventy-eight individuals. Your Committees received comments on this measure from the University of Hawaii System, Chamber of Commerce Hawaii, and one individual.

Your Committees find that in the June 2015, Office of the Auditor's Report No. 15-07, the Auditor found that the Research Corporation of the University of Hawaii (RCUH) allows state agencies to secure services without the approval of the Governor, as required by the Master Agreement between the State and RCUH. Implementation of this measure codifies what currently is in the

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Master Agreement and will improve oversight of projects to ensure the integrity of the services provided by RCUH.

Your Committees have amended this measure by:

- Inserting an effective date of July 1, 2050, to (1) encourage further discussion; and
- Making a technical, nonsubstantive amendment for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Government Operations and Higher Education and the Arts that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 2399, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 2399, S.D. 1, and be referred to your Committee on Ways and Means.

> Respectfully submitted on behalf of the members of the Committees on Government Operations and Higher Education and the Arts,

BRIAN T. TANIGUCHI, Chair

DONNA MERCADO KIM, Chair

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The Senate Twenty-Eighth Legislature State of Hawai'i

Record of Votes Committee on Government Operations GVO

Bill / Resolution No.:*	Committee Referral:		Date:			
SB 2399	GVO/HEA, WAM			02-16-16		
The Committee is reco	_		ecision o	n this r	neasure.	
The Recommendation is:		••				
Pass, unamended [Z Pass, wit	:h amendme 311	ents	Hold 2310		ecommit 2313
Members	۷.	Aye	Aye (W		Nay	Excused
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DELA CRUZ, Donovan M.		Χ				
KEITH-AGARAN, Gilbert S.C.		Z SW)				J Sm S
SHIMABUKURO, Maile S.L.	<u> </u>	<i> </i>				
TOKUDA, Jill N.		1				\overline{X}
SLOM, Sam		χ				
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Chair's or Designee's Signat	re: M ,	la				
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*Only one measure per Record of Votes

The Senate Twenty-Eighth Legislature State of Hawai'i

Record of Votes Committee on Higher Education and the Arts HEA

Bill / Resolution No.:*	Committee Referral: Date:								
SB 2399	GVO/HEA, WAM 2-16-16								
The Committee is reconsidering its previous decision on this measure.									
If so, then the previous decision was to:									
The Recommendation is:									
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313									
Members		Aye	Aye (WR)	Nay	Excused				
TANIGUCHI, Brian T. (C)		V /							
GABBARD, Mike	·····								
KłDANI, Michelle N.				V					
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TOTAL		3		1					
Recommendation: Adopted Not Adopted									
Chairs or Designee's Signature:									
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