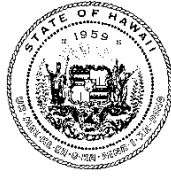


DAVID Y. IGE  
GOVERNOR



DOUGLAS MURDOCK  
Comptroller

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Deputy Comptroller

**STATE OF HAWAII**  
**DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES**

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TESTIMONY  
OF  
DOUGLAS MURDOCK, COMPTROLLER  
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES  
TO THE  
SENATE COMMITTEE  
ON  
GOVERNMENT OPERATIONS  
ON  
FEBRUARY 9, 2016

S.B. 2249

RELATING TO THE WAILUKU PROPERTIES

Chair Kim and members of the Committee, thank you for the opportunity to testify on S.B. 2249.

The Department of Accounting and General Services (DAGS) supports the intent of S.B. 2249, provided its passage allows the proposed actions to be incorporated into our existing program efforts and provided further, the measure does not replace or adversely impact priorities indicated in the Executive Budget.

DAGS has implemented a three phase program to develop a statewide master plan for addressing the shortage of State managed office space within the DAGS jurisdiction, which is fully State CIP-funded. Work includes verification of State office space needs in DAGS-managed facilities and in DAGS-managed lease space, development and population of a DAGS database system to record and track space authorizations, assignments, and leases, and development of area master plans to identify means and methods to reduce lease rents by

relocation of programs into DAGS-managed facilities, to optimize efficient use of space, and to optimize program operations.

Exploration of solutions currently includes consideration for renovation or demolition/redevelopment of existing DAGS-managed facilities, development of new facilities on existing State properties, or acquisition/renovation of existing commercial facilities.

The project phases are geographically based and prioritized to address the highest concentration of space shortfall first. Phase 1 encompasses the State Capital District. The study is in final review for issuance. Phase 2 expands the program to include outlying Oahu districts, and Phase 3 addresses the neighbor islands. Phases 2 and 3 were combined and initiated in January 2016 to complete the statewide effort by December 2016. The Wailuku, Maui, district is included in Phase 3, and has been prioritized for earlier review. A separate, prioritized interim report can be generated for this target area. DAGS also supports the appropriation of funds to supplement program efforts provided this does not replace or adversely impact priorities indicated in the Executive Budget. The current program scope does not include complete canvassing of all lands and buildings adjacent to DAGS-managed facilities, nor does it include coordination with county agencies. The additional funding would help finance these efforts.

If acquisition of one or more of the specified properties proves to be feasible and appropriate, DAGS supports the appropriation of funds for the acquisition provided this also does not replace or adversely impact priorities indicated in the Executive Budget.

Thank you for the opportunity to testify on this matter.



*The Judiciary, State of Hawaii*

**Testimony to the Senate Committee on Government Operations**

Senator Donna Mercado Kim, Chair

Senator Les Ihara, Jr., Vice Chair

Tuesday, February 08, 2016, 1:15 p.m.  
State Capitol, Conference Room 414

by

Rodney A. Maile

Administrative Director of the Courts

**WRITTEN TESTIMONY ONLY**

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**Bill No. and Title:** Senate Bill No. 2249, Relating to the Wailuku Properties.

**Purpose:** Requires the Department of Accounting and General Services to develop a Wailuku State Office Master Plan to address the shortage of space in the Wailuku State Office Building and Old Courthouse Building. Makes an appropriation for the master plan. Makes an appropriation for the purchase of certain other properties in Wailuku.

**Judiciary's Position:**

The Judiciary takes no position on Senate Bill No. 2249. The bill identifies the Judiciary as an appropriate stakeholder with whom the Department of Accounting and General Services shall consult in developing a Wailuku State Office Master Plan. Having programs in leased space totaling about 13,300 square feet, the Judiciary's Second Circuit is currently facing space shortages in the Wailuku-Kahului area. To consolidate operations and accommodate projected growth through 2030, the Hawai'i Judiciary Facilities Master Plan recommends that 82,000 SF be added in the Wailuku-Kahului area. Hoapili Hale comprises approximately 80,000 SF. Overall, Second Circuit deferred maintenance needs are currently estimated at about \$20.0 million. Given these issues, the Judiciary would be open to participating in any discussion of a master state office plan for the area.

Thank you for the opportunity to testify on Senate Bill No. 2249.