

Honolulu, Hawaii

MAR 03 2017

RE: S.B. No. 719  
S.D. 1

Honorable Ronald D. Kouchi  
President of the Senate  
Twenty-Ninth State Legislature  
Regular Session of 2017  
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 719 entitled:

"A BILL FOR AN ACT RELATING TO DEFERRED MAINTENANCE,"

begs leave to report as follows:

The purpose and intent of this measure is to establish a strategy to adequately maintain the State's buildings, facilities, and other improvements.

Specifically, the measure addresses the State's deferred maintenance backlog by:

- (1) Requiring the Governor to:
  - (A) Prepare a deferred maintenance plan to gradually eliminate the deferred maintenance costs of state-owned buildings, facilities, and other improvements; and
  - (B) Submit an initial plan to the Legislature for the fiscal biennium 2019-2021 and prepare annual updates thereafter; and
- (2) Imposing the same requirements on the Chief Justice for buildings, facilities, and other improvements owned by the Judiciary.



Your Committee received comments on this measure from the Department of Accounting and General Services and the Department of Budget and Finance.


Your Committee finds that the State's estimated deferred maintenance costs total \$3.1 billion, based on each department's estimated deferred maintenance costs for facilities statewide, as itemized in appendix 5 of the Multi-year Program and Financial Plan. Given this significant backlog, a deferred maintenance plan is essential to ensure the backlog is addressed in a timely, cost-effective, and transparent manner.

Your Committee has amended this measure by:

- (1) Changing the appropriation to the Office of the Governor from \$100,000 to an unspecified sum;
- (2) Changing the appropriation to the Judiciary from \$50,000 to an unspecified sum; and
- (3) Changing the effective date to July 1, 2050, to facilitate further discussion.

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. 719, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 719, S.D. 1.

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

  
\_\_\_\_\_  
JILL N. TOKUDA, Chair



The Senate  
 Twenty-Ninth Legislature  
 State of Hawai'i

**Record of Votes**  
**Committee on Ways and Means**  
**WAM**

Bill / Resolution No.:* <b>SB 719</b>	Committee Referral: <b>GVO/SOL, WAM</b>	Date: <b>23 Feb 2017</b>
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The Committee is reconsidering its previous decision on this measure.  
 If so, then the previous decision was to: \_\_\_\_\_

The Recommendation is:

Pass, unamended 2312     Pass, with amendments 2311     Hold 2310     Recommit 2313

Members	Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)	/			
DELA CRUZ, Donovan M. (VC)				/
ENGLISH, J. Kalani	/			
GALUTERIA, Brickwood	/			
HARIMOTO, Breene	/			
INOUYE, Lorraine R.				/
KAHELE, Kaiali'i				/
RIVIERE, Gil	/			
SHIMABUKURO, Maile S.L.				/
TANIGUCHI, Brian T.	/			
WAKAI, Glenn	/			
<b>TOTAL</b>	<b>7</b>			<b>4</b>

Recommendation:  Adopted     Not Adopted

Chair's or Designee's Signature: *J. Kalani English*

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\*Only one measure per Record of Votes