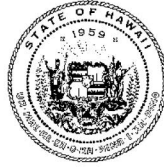


DAVID Y. IGE
GOVERNOR



RODERICK K. BECKER
Comptroller

AUDREY HIDANO
Deputy Comptroller

STATE OF HAWAII
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES
P.O. BOX 119, HONOLULU, HAWAII 96810-0119

WRITTEN TESTIMONY OF
RODERICK K. BECKER, COMPTROLLER
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES
TO THE
HOUSE COMMITTEE ON HIGHER EDUCATION
ON
TUESDAY, FEBRUARY 7, 2017
2:01 P.M.
CONFERENCE ROOM 309

H.B. 849

RELATING TO PROCUREMENT TO THE UNIVERSITY OF HAWAII ACCOUNTING
AND FINANCIAL MANAGEMENT SYSTEM

Chair Woodson, Vice Chair Hashem, and members of the Committees, thank you for the opportunity to submit written testimony on H.B. 849.

The Department of Accounting and General Services supports repealing the sunset provisions from Act 321, SLH 1986, with respect to the University of Hawaii, giving them flexibility by exempting them from Sections 40-1, 40-2, 40-4, 40-6, 40-58, and 40-81, Hawaii Revised Statutes.

Thank you for the opportunity to submit written testimony on this matter.



UNIVERSITY OF HAWAII SYSTEM

Legislative Testimony

Testimony Presented Before the
House Committee on Higher Education
Tuesday, February 7, 2017 at 2:01 p.m., Room 309

by
Kalbert K. Young
Vice President for Budget & Finance/Chief Financial Officer
University of Hawai'i System

HB 849 – RELATING TO THE UNIVERSITY OF HAWAII ACCOUNTING AND FINANCIAL MANAGEMENT SYSTEM

Chair Woodson, Vice Chair Hashem and Members of the Committee on Higher Education:

Thank you for this opportunity to testify. The University of Hawai'i (UH) **supports** HB 849, Relating to the University of Hawaii Accounting and Financial Management System. This bill reinstates the authority of UH to maintain a separate accounting and financial management system that is compatible with the State of Hawai'i accounting and financial system.

UH updated its financial system to the Kualii Financial System (KFS) at the start of Fiscal Year 2013, on July 1, 2012. KFS is a comprehensive financial software package that was developed and is supported by a consortium of universities that use an open source and partner enhanced process. Thus, it serves the needs of UH's reporting, regulatory, and accreditation requirements, while also allowing for compatibility with external partners, such as the State Department of Accounting and General Services (DAGS).

Because KFS is an open source project, there are no large license fees similar to off-the-shelf vended products, and the only costs are the physical hardware costs and the personnel to support the software systems. Over twenty other schools have also implemented KFS, including Cornell University, Indiana University, Michigan State University, University of Connecticut, University of Maryland, Colorado State University, University of Arizona, University of California at Irvine, University of California at Davis, and the University of Southern California.

Thank you for your time and consideration.