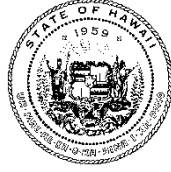


DAVID Y. IGE  
GOVERNOR



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

TESTIMONY OF  
RODERICK K. BECKER, COMPTROLLER  
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES  
TO THE  
SENATE COMMITTEES ON GOVERNMENT OPERATIONS  
JUDICIARY AND LABOR  
ON  
THURSDAY, FEBRUARY 9, 2017  
2:45 P.M.  
CONFERENCE ROOM 224

S.B. 719

RELATING TO DEFERRED MAINTENANCE

Chairs Kim and Keith-Agaran, Vice Chairs Ruderman and Rhoads, and members of the Committees, thank you for the opportunity to submit testimony on S.B. 719.

The Department of Accounting and General Services (DAGS) supports the intent of the measure and offers comments for the committees' consideration.

An independent assessment may best define and quantify the extent of the deferred maintenance for all State executive agencies, and could include alternatives for addressing the State's needs. DAGS supports State flexibility to prioritize programs and use of funding and defers to the Department of Budget and Finance on the broader issue of directing resources toward elimination of the deferred maintenance backlog.

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



*The Judiciary, State of Hawai‘i*

**Testimony to the Twenty-Ninth State Legislature, 2017 Session**

**Senate Committee on Government Operations**

Senator Donna Mercado Kim, Chair

Senator Russell E. Ruderman, Vice Chair

and

**Senate Committee on Judiciary and Labor**

Senator Gilbert S.C. Keith-Agaran, Chair

Senator Karl Rhoads, Vice Chair

Thursday, February 9, 2017, 2:45 PM

State Capitol, Conference Room 224

by

Joanne Krippaehne

Architect, Capital Improvements Program

The Judiciary, State of Hawai‘i

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**Bill No. and Title:** Senate Bill No. 719, Relating to Deferred Maintenance.

**Purpose:** Requires the Governor to prepare a deferred maintenance plan to gradually eliminate the deferred maintenance costs of all state-owned buildings, facilities, and other improvements. Requires the initial plan to be submitted to the Legislature with the executive budget for the fiscal biennium 2019-2021. Requires the Governor to prepare annual updates. Imposes the same requirements on the Chief Justice for Judiciary-owned buildings, facilities, and other improvements. Appropriates \$100,000 to the Office of the Governor. Appropriates \$50,000 to the Judiciary.

**Judiciary's Position:**

The Judiciary respectfully offers the following comment about Senate Bill No. 719.

The Judiciary suggests certain common assumptions and a common format be developed for presentation of the deferred maintenance plans. For example, there should be an understanding



Senate Bill No. 719, Relating to Deferred Maintenance  
Senate Committee on Government Operations  
Senate Committee on Judiciary and Labor  
February 9, 2017  
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that all projected expenses be stated in dollars as of the plan due date or a standard escalation rate assumed so that, as various scenarios and target dates are explored and adjusted by various agencies, results are calibrated for reasonable comparison of repair and maintenance costs over defined time horizons.

Thank you for the opportunity to testify on this measure.