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## HOUSE RESOLUTION

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REQUESTING THE DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES TO  
STUDY THE FEASIBILITY OF LIMITING THE COSTS OF PROJECT AND  
CONSTRUCTION MANAGEMENT IN EACH STATE CONSTRUCTION PROJECT  
TO TEN PERCENT OF THE TOTAL COST OF THE PROJECT.

1 WHEREAS, the State expends more than \$1 billion per year on  
2 capital improvement projects, including construction or  
3 renovation of roads, buildings, harbors, and airports; and  
4

5 WHEREAS, Honolulu has some of the highest construction  
6 costs in the world due, in part, to the high cost of  
7 transporting goods to Hawaii, the cost of fuel, and high labor  
8 costs; and  
9

10 WHEREAS, the costs for project and construction management,  
11 which traditionally should account for seven to eleven percent  
12 of a project, have increased significantly over the last decade,  
13 with some contractors charging as much as fifteen percent of a  
14 project's cost for management expenses; and  
15

16 WHEREAS, being able to control rising construction costs  
17 would help to more efficiently use state funds; now, therefore,  
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19 BE IT RESOLVED by the House of Representatives of the  
20 Thirty-third Legislature of the State of Hawaii, Regular Session  
21 of 2025, that the Department of Accounting and General Services  
22 is requested to study the feasibility of limiting the costs of  
23 project and construction management costs in each state  
24 construction project to ten percent of the total cost of the  
25 project; and  
26

27 BE IT FURTHER RESOLVED that the Department of Accounting  
28 and General Services is requested to submit a report of its  
29 findings and recommendations, including any proposed  
30 legislation, to the Legislature no later than twenty days prior  
31 to the convening of the Regular Session of 2026; and



# H.R. NO. 55

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2 BE IT FURTHER RESOLVED that a certified copy of this  
3 Resolution be transmitted to the Comptroller.  
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OFFERED BY:

A handwritten signature in black ink, appearing to be "R. D. D.", written over a horizontal line.

MAR 05 2025

