JOSH GREEN, M.D. GOVERNOR



DOUGLAS MURDOCK CHIEF INFORMATION OFFICER

OFFICE OF ENTERPRISE TECHNOLOGY SERVICES

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#### Written Testimony of DOUGLAS MURDOCK Chief Information Officer Enterprise Technology Services

### Before the SENATE COMMITTEE ON GOVERNMENT OPERATIONS AND THE COMMITTEE ON LABOR AND TECHNOLOGY THURSDAY, FEBRUARY 15, 2024

#### SENATE BILL 2866 RELATING TO CAPITAL IMPROVEMENT PROJECTS

Dear Chairs McKelvey and Aquino, and Vice Chairs Gabbard and Moriwaki, and members of the committees:

The Office of Enterprise Technology Services (ETS) **supports** this bill to build and operate a Capital Improvement Project tracking system.

ETS believes that the system should have a business executive sponsor that can identify the data needed, set rules for use, and validate compliance.

Thank you for the opportunity to provide testimony on this measure.

**JOSH GREEN, M.D.** GOVERNOR KE KIA'ĀINA



KEITH A. REGAN COMPTROLLER KA LUNA HO'OMALU HANA LAULÃ

MEOH-LENG SILLIMAN DEPUTY COMPTROLLER KA HOPE LUNA HO'OMALU HANA LAULĂ

STATE OF HAWAI'I | KA MOKU'ĀINA O HAWAI'I DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES | KA 'OIHANA LOIHELU A LAWELAWE LAULĀ P.O. BOX 119, HONOLULU, HAWAII 96810-0119

WRITTEN TESTIMONY OF KEITH A. REGAN, COMPTROLLER DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES TO THE COMMITTEES ON

# GOVERNMENT OPERATIONS LABOR AND TECHNOLOGY

FEBRUARY 15, 2024, 3:10 P.M. CONFERENCE ROOM 225 AND VIA VIDEOCONFERENCE, STATE CAPITOL

S.B. 2866

RELATING TO CAPITAL IMPROVEMENT PROJECTS.

Chairs McKelvey and Aquino, Vice Chairs Gabbard and Moriwaki, and Members

of the Committees, thank you for the opportunity to submit testimony on S.B. 2866.

The Department of Accounting and General Services (DAGS) supports S.B.

2866 which requires governmental bodies of the executive branch of the State to

develop an online project management platform by a certain date. DAGS is supportive

of government transparency and accountability to the public.

Capital improvement projects (CIPs) are construction projects that provide improvements or additions to land, buildings, and infrastructure. CIPs are typically large and expensive; the public should have the ability to review information on pending and completed projects. Professional project managers are required to coordinate the

#### S.B. 2866 Page 2

completion of CIPs on time, within budget and within scope. It is in the State's best interest to hire professional project managers to manage CIPs as well as maintain an online project management platform. Funds would be required to develop the online project management platform and hire professional project managers.

Thank you for the opportunity to testify on this matter.

SYLVIA LUKE LIEUTENANT GOVERNOR



STATE OF HAWAI'I KA MOKU'ÄINA O HAWAI'I DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS KA 'OIHANA PONO LIMAHANA OFFICE OF COMMUNITY SERVICES 830 PUNCHBOWL STREET, ROOM 420 HONOLULU, HAWAII 96813 <u>www.hawaii.gov/labor</u> Phone: (808) 586-8675 / Fax: (808) 586-8685 Email: dlir.ocs@hawaii.gov

# February 14, 2023

JADE T. BUTAY DIRECTOR

WILLIAM G. KUNSTMAN DEPUTY DIRECTOR

JOVANIE DOMINGO DELA CRUZ EXECUTIVE DIRECTOR

> IN REPLY, REFER TO: OCS 24.1060

To: The Honorable Angus L.K. McKelvey, Chair, The Honorable Mike Gabbard, Vice-Chair, and Members of the Senate Committee on Government Operations

> The Honorable Henry J.C. Aquino, Chair, The Honorable Sharon Y. Moriwaki, Vice Chair, and Members of the Senate Committee on Labor and Technology

- Date: Thursday, February 15, 2024
- Time: 3:10 p.m.

Place: Conference Room 225, State Capitol & Videoconference

From: Jovanie Domingo dela Cruz, Executive Director DLIR – Office of Community Services

# Re: S.B. 2866 - RELATING TO CAPITAL IMPROVEMENT PROJECTS

# I. OVERVIEW OF PROPOSED LEGISLATION

This bill would add a new section to Chapter 103D, the general procurement law, to require "governmental bodies of the executive branch [to] develop and maintain an online project management platform" that would be accessible to the public and contain "a list" of all Capital Improvement Projects (CIPs) that have been completed within the past five years and projects in progress with information detailing the status, description, and location of the project, the awarded vendors, and the amounts of funds allocated and expended.

# II. CURRENT LAW

There are no provisions in current law known to the Office of Community Services (OCS) that require such online public access to information about CIPs, past and pending.

Position: Support

S.B. 2866 – RELATING TO CAPITAL IMPROVEMENT PROJECTS February 14, 2024 Page 2

#### III. COMMENTS ON THE BILL

OCS is an agency attached to the Department of Labor and Industrial Relations. OCS was created by the Legislature by Act 305, SLH 1985, codified as Chapter 371K, Hawai'i Revised Statutes.

The mission of OCS is to eliminate the causes and conditions of poverty for economically disadvantaged persons, immigrants, and refugees in the State of Hawaii, by facilitating and enhancing the development, delivery, and coordination of effective programs for these persons and communities to enable them to achieve and maintain greater economic self-sufficiency and integration into Hawaii's society.

OCS has been tasked by the Legislature to be the expending agency of the State for capital improvement projects that the Legislature has authorized for non-profit organizations under HRS Chapter 42F.

OCS supports the intent of this bill. However, we respectfully note a possible difficulty in bringing OCS into compliance. If this detailed information dating back five years is to be required, it will take a very substantial amount of time for our office to come into compliance. We also note that the phrase "completed in the past five years" might be subject to different interpretations: "completed within five years of the effective date of this Act"? or "completed within five years of the date of posting on the platform"? OCS respectfully request that this ambiguity should also be resolved.

Thank you very much for the opportunity to testify.