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

## **COMMITTEE ON FINANCE**

MARCH 31, 2025, 10:00 A.M. CONFERENCE ROOM 308 AND VIA VIDEOCONFERENCE, STATE CAPITOL

H.C.R. 59 / H.R. 55

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.

Chair Yamashita, Vice Chair Takenouchi, and Members of the Committee, thank

you for the opportunity to submit testimony on H.C.R. 59 and H.R. 55.

The Department of Accounting and General Services (DAGS) supports these

measures and offers the following comments.

The department is in agreement with these resolutions that construction costs

have increased and our State has some of the highest construction costs in the world.

Construction management costs have also increased over the last decade and there

should be a standard of what agencies pay to the private sector for the service.

H.C.R. 59 / H.R. 55 Page 2

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

HCR-59 Submitted on: 3/29/2025 11:52:40 AM Testimony for FIN on 3/31/2025 10:00:00 AM

Submitted By	Organization	<b>Testifier Position</b>	Testify
Gregory Misakian	Individual	Support	Remotely Via Zoom

Comments:

I support HCR59.

Gregory Misakian