

Honolulu, Hawaii

MAR 06 2009

RE: S.B. No. 389

S.D. 1

Honorable Colleen Hanabusa  
President of the Senate  
Twenty-Fifth State Legislature  
Regular Session of 2009  
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 389 entitled:

"A BILL FOR AN ACT RELATING TO CAPITAL IMPROVEMENT PROJECTS,"

begs leave to report as follows:

The purpose of this measure is to improve the efficiency of the allotment process for state capital improvement projects.

Specifically, this measure directs the Legislative Reference Bureau to review the memorandum of understanding between the Department of Education and the Department of Budget and Finance for the allotment of capital improvement projects. The purpose of the review is to provide analysis and recommendations so that the allotment processes may be replicated for use by other state agencies.

Three state agencies offered comments on the measure. Written testimony presented to the Committee may be reviewed on the Legislature's website.

Your Committee finds that the allotment process for state capital improvement projects is generally governed by Part II of Chapter 37, Hawaii Revised Statutes. However, the Department of Education and the Department of Budget and Finance currently conduct an allotment process in a manner consistent with a memorandum of understanding that establishes procedures to improve the flow of information and operations between the departments. Your Committee believes that the capital improvement allotment



process benefits from improving transparency, understanding, and knowledge of fiscal operations among departments. Accordingly, your Committee finds that a review of the memorandum of understanding would be appropriate to improve fiscal responsibility and increase the efficiencies of other agencies.

Upon further consideration, your Committee has amended this measure by making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 389, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 389, S.D. 1, and be placed on the calendar for Third Reading.


Respectfully submitted on  
behalf of the members of the  
Committee on Ways and Means,

  
DONNA MERCADO KIM, Chair



The Senate  
Twenty-Fifth Legislature  
State of Hawaii

**Record of Votes**  
**Committee on Ways and Means**  
**WAM**

Bill / Resolution No.:* <b>SB 389</b>	Committee Referral: <b>WAM</b>	Date: <b>02/23/09</b>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <div style="display: flex; justify-content: space-between; align-items: flex-start;"><div><input type="checkbox"/> Pass, unamended 2312</div><div><input checked="" type="checkbox"/> Pass, with amendments 2311</div><div><input type="checkbox"/> Hold 2310</div><div><input type="checkbox"/> Recommit 2313</div></div>				
Members	Aye	Aye (WR)	Nay	Excused
KIM, Donna Mercado (C)	✓			
TSUTSUI, Shan S. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
ENGLISH, J. Kalani				/
FUKUNAGA, Carol				/
GALUTERIA, Brickwood	✓			
HEE, Clayton				/
HOOSER, Gary L.	✓			
KIDANI, Michelle N.	/			
KOKUBUN, Russell S.	✓			
TOKUDA, Jill N.	✓			
HEMMINGS, Fred			/	
<b>TOTAL</b>	<b>8</b>		<b>1</b>	<b>3</b>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: <div style="display: flex; justify-content: space-between;"><div>Original File with Committee Report</div><div>Yellow Clerk's Office</div><div>Pink Drafting Agency</div><div>Goldenrod Committee File Copy</div></div>				

\*Only one measure per Record of Votes