STAND. COM. REP. NO. 622 -12

Honolulu, Hawaii

April 5. , 2012

RE: S.B. No. 2780

S.D. 1 H.D. 2

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 2780, S.D. 1, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES,"

begs leave to report as follows:

The purpose of this measure, as received by your Committee, is to:

- (1) Fund the State's business and technology transformation initiative by making a general fund appropriation and authorizing the issuance of general obligation bonds to develop and implement an integrated financial and human resource management system for the State;
- (2) Require the Office of Information Management and Technology to submit a report regarding the use of appropriated funds to the Legislature no later than 20 days prior to the convening of the Regular Session of 2013; and
- (3) Require state departments to attempt to sell or donate used office technology and equipment to schools, school districts, nonprofit organizations, or salvage businesses before disposal.

For the purposes of a public hearing on this measure, your Committee circulated proposed S.B. 2780, S.D. 1, H.D. 2, and notified the public that it would be accepting testimony on the proposed draft, which, among other things:

- (1) Directs all departments, with the approval of the governor or the director of finance if so delegated by the governor, to transfer:
 - (A) From any special fund or revolving fund to the shared services technology special fund all or any portion of moneys determined to be in excess of fiscal year 2012 and 2013 requirements for such special fund or revolving fund attributable to personal services savings; and
 - (B) Ten percent of all appropriations attributable to vacant positions to the shared services technology special fund; and
- (2) Requires state departments to attempt to sell or donate used office technology and equipment to schools, school districts, nonprofit organizations, or salvage businesses before disposal.

The Department of Accounting and General Services, Office of Information Management and Technology, Department of Budget and Finance, and Department of Education provided comments on this measure.

Your Committee adopted the proposed draft with the following amendments:

- (1) Changing the effective dates of Part I and Part II to July 15, 2030, and July 1, 2030, respectively, to facilitate further discussion; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2780, S.D. 1, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2780, S.D. 1, H.D. 2.

SB2780 HD2 HSCR FIN HMS 2012-3422

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Respectfully submitted on behalf of the members of the Committee on Finance,

MARCUS R. OSHIRO, Chair

State of Hawaii House of Representatives The Twenty-sixth Legislature

Record of Votes of the Committee on Finance

SB 2780 SD1, HD1 ER	nittee Referral: B, FIN	Date:	4/4	1/2
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)				
2. LEE, Marilyn B. (VC)		į.		
3. CHOY, Isaac W.				
4. CULLEN, Ty				
5. GIUGNI, Heather				
6. HAR, Sharon E.	/			
7. HASHEM, Mark J.				
8. ICHIYAMA, Linda				
9. JORDAN, Jo				
10. KAWAKAMI, Derek S.K.				
11. LEE, Chris			·	
12. MORIKAWA, Dee				
13. TOKIOKA, James Kunane				
14. YAMASHITA, Kyle T.				
15. MARUMOTO, Barbara C.				-
16. RIVIERE, Gil				
17. WARD, Gene			•	
			"	
TOTAL (17)	17	0	0	0
The recommendation is: Adopted				
Vice Chair's or designee's signature: Maily 3. Lee				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				