STAND. COM. REP. NO.

Honolulu, Hawaii

, 2013

RE: H.B. No. 114 H.D. 3

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Seventh State Legislature Regular Session of 2013 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 114, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO HIGHER EDUCATION,"

begs leave to report as follows:

The purpose of this measure is to assist the University of Hawaii Board of Regents in discharging its constitutional powers and duties and to ensure the responsible use of fiscal resources by the University by statutorily establishing an Independent Audit Committee within the Board of Regents.

The University of Hawaii provided comments on H.B. No. 114, H.D. 2.

For the purposes of a public hearing, your Committee circulated a proposed H.D. 3 that, in addition to the original contents of this measure, requires the state procurement officer, rather than the President of the University of Hawaii, to serve as the chief procurement officer for construction contracts and professional services related to construction contracts for the University of Hawaii.

The University of Hawaii opposed the proposed H.D. 3. The State Procurement Office provided comments on the proposed H.D. 3.

Accordingly, your Committee has amended this measure by adopting the proposed H.D. 3.

Your Committee has further amended this measure by:

- (1) Specifying that construction contracts and professional services for which the Administrator of the State Procurement Office shall serve as the chief procurement officer are those furnished by professional engineers, architects, surveyors, and landscape architects, including construction management; and
- (2) Making technical, nonsubstantive amendments for 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 H.B. No. 114, H.D. 2, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 114, H.D. 3.

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

SYLVIA LUKE, Chair



## State of Hawaii House of Representatives The Twenty-seventh Legislature

## **Record of Votes of the Committee on Finance**

| Bill/Resolution No.:   | Committee Referral: | Date:     | 0= /= 0 |         |
|--|---------------------|-----------|---------|---------|
| HB114 HD2  | HED, FIN            | 02/       | 25/13   |         |
| ☐ The committee is reconsidering its previous decision on the measure.                                 |                     |           |         |         |
| The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD)                           |                     |           |         |         |
| ☐ Pass short form bill with HĎ to recommit for future public hearing (recommit)                        |                     |           |         |         |
| FIN Members  | Ayes                | Ayes (WR) | Nays    | Excused |
| 1. LUKE, Sylvia (C)  |                     |           |         |         |
| 2. NISHIMOTO, Scott Y. (VC)  |                     |           |         |         |
| 3. JOHANSON, Aaron Ling (VC)   |                     |           |         |         |
| 4. CULLEN, Ty J.K.   |                     |           |         |         |
| 5. HASHEM, Mark J.   |                     |           |         |         |
| 6. ING, Kaniela  |                     |           |         |         |
| 7. JORDAN, Jo  |                     |           |         |         |
| 8. KOBAYASHI, Bertrand   |                     |           |         |         |
| 9. LOWEN, Nicole E.  |                     |           |         |         |
| 10. MORIKAWA, Dee  |                     |           |         |         |
| 11. ONISHI, Richard H.K.   | <i>F</i>            |           |         |         |
| 12. TAKAYAMA, Gregg  |                     |           |         |         |
| 13. TOKIOKA, James Kunane  |                     |           | ٠       |         |
| 14. WOODSON, Justin H.   | /                   |           |         |         |
| 15. YAMASHITA, Kyle T.   |                     |           |         |         |
| 16. FUKUMOTO, Beth   |                     |           |         |         |
| 17. WARD, Gene   |                     |           |         |         |
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| TOTAL (17)   | 16                  |           |         |         |
| The recommendation is: Adopted  Not Adopted  |                     |           |         |         |
| If joint referral, did not support recommendation.   |                     |           |         |         |
| Vice Chair's or designee's signature   |                     |           |         |         |
| Distribution: Original (White) Committee Duplicate (Yellow) Chief Clerk's Office Duplicate (Pink) HMSO |                     |           |         |         |