NEIL ABERCROMBIE GOVERNOR



SARAH ALLEN ACTING ADMINISTRATOR

STATE OF HAWAII STATE PROCUREMENT OFFICE

P.O. Box 119 Honolulu, Hawaii 96810-0119 Telephone: (808) 587-4700 e-mail: state.procurement.office@hawaii.gov http://hawaii.gov/spo

TESTIMONY OF SARAH ALLEN, ACTING ADMINISTRATOR STATE PROCUREMENT OFFICE

TO THE HOUSE COMMITTEE ON ECONOMIC DEVELOPMENT & BUSINESS

March 18 2014, 9:00 am

HCR 213

REQUESTING THE DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES TO CONDUCT A COMPREHENSIVE REPORT IDENTIFYING THE COMMON REASONS FOR DELAY IN THE PROCUREMENT, PLANNING, DESIGN, PERMITTING, AND CONSTRUCTION OF PUBLICLY FUNDED CONSTRUCTION PROJECTS.

Chair Tsuji, Vice Chair Ward, and committee members, thank you for the opportunity to testify on HCR 213.

The State Procurement Office (SPO) opposes this bill. The State Procurement Code Task Force was created pursuant to SCR 92 SD2 2013, to: "increase economy, efficiency, effectiveness, and impartiality in the procurement of public works construction projects". Therefore, this resolution is duplicative to the aforementioned resolution.

Thank you.

From:	mailinglist@capitol.hawaii.gov		
Sent:	Monday, March 17, 2014 12:31 PM		
То:	edbtestimony		
Cc:	shannon@gcahawaii.org		
Subject:	Submitted testimony for HCR213 on Mar 18, 2014 09:00AM		
Attachments:	HCR 213 Procurement Efficiency (EDB) 3.18.14.pdf		

HCR213

Submitted on: 3/17/2014 Testimony for EDB on Mar 18, 2014 09:00AM in Conference Room 312

Submitted By	Organization	Testifier Position	Present at Hearing
Shannon Alivado	General Contractors Association of Hawaii	Comments Only	Yes

Comments: See attached.

Please note that testimony submitted less than 24 hours prior to the hearing, improperly identified, or directed to the incorrect office, may not be posted online or distributed to the committee prior to the convening of the public hearing.

Do not reply to this email. This inbox is not monitored. For assistance please email webmaster@capitol.hawaii.gov

NEIL ABERCROMBIE GOVERNOR



Dean H. Seki Comptroller

Maria E. Zielinski Deputy Comptroller

STATE OF HAWAII DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES P.O. BOX 119 HONOLULU, HAWAII 96810-0119

WRITTEN TESTIMONY OF DEAN H. SEKI, COMPTROLLER DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES TO THE HOUSE COMMITTEE ON ECONOMIC DEVELOPMENT & BUSINESS ON March 18, 2014

H.C.R. 213

REQUESTING THE DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES TO CONDUCT A COMPREHENSIVE REPORT IDENTIFYING THE COMMON REASONS FOR DELAY IN THE PROCUREMENT, PLANNING, DESIGN, PERMITTING, AND CONSTRUCTION OF PUBLICLY FUNDED CONSTRUCTION PROJECTS

Chair Tsuji and members of the Committee, thank you for the opportunity to submit

written testimony on H.C.R. 213. The Department of Accounting and General Services (DAGS)

understands the intent of H.C.R. 213 but opposes its passage because:

 Every State agency funded project has its own unique scope, schedule, and quality expectations that does not necessarily fit into a general overview timeline. For example, Department of Transportation; University of Hawaii system; and Department of Education construction projects have special funding and/or federal funding sources and their project implementation process involve considerably different procedural requirements than typical DAGS managed CIP funded projects;

- 2. All State agency projects need to comply with governmental regulatory requirements, which DAGS does not have jurisdictional authority or management control over, such as (but not limited to): Hawaii Revised Statutes (HRS), Chapter 103D, HRS; Chapter 343, HRS; Chapter 171, HRS; land use zoning issues; Conservation District and Special Use District issues; and any State or County issued permits; and
- S.C.R. 92, S.D. 2 (2013 State Legislature) resulted in the creation of the State Procurement Code Task Force, whose task was to "increase economy, efficiency, effectiveness, and impartiality in the procurement of public works construction projects." Therefore, H.C.R. 213 is partially duplicative of S.C.R. 92, S.D. 2 (2013 State Legislature).

We welcome and recommend informal informational type meetings to discuss this matter further, rather than a resolution.

Thank you for the opportunity to submit written testimony on this matter.