SB 722

<u>SB722</u>

Measure Title: RELATING TO GOVERNMENT.

Report Title: State Asset Management System; Facilities; DLNR

Description: Requires the department of land and natural resources to establish an inventory of public facilities on the lands of the public land trust to which state agencies hold title. Requires state agencies to provide the department with an inventory of buildings and facilities by January 1, 2014, and to provide the department with an updated report annually.

Companion: <u>HB583</u> Package: None

Current Referral: WTL/THA/EGH, WAM

Introducer(s): DELA CRUZ, ENGLISH, GALUTERIA, TOKUDA, Solomon

Sort by Date		Status Text
1/18/2013	S	Introduced.
1/22/2013	S	Passed First Reading.
1/22/2013	S	Referred to WTL/THA, WAM.
1/28/2013	S	Re-Referred to WTL/THA/EGH, WAM.
2/7/2013	S	The committee(s) on WTL/THA/EGH has scheduled a public hearing on 02-12-13 1:18PM in conference room 225.

NEIL ABERCROMBIE GOVERNOR OF HAWAII





WILLIAM J. AILA, JR. CHAIRPERSON BOARD OF LAND AND NATURAL RESOURCES COMMISSION ON WATER RESOURCE MANAGEMENT

> ESTHER KIA'AINA FIRST DEPUTY

WILLIAM M. TAM EPUTY DIRECTOR - WATER

AQUATIC RESOURCES BOATING AND OCEAN RECREATION BUREAU OF CONVEYANCES COMMISSION ON WATER RESOURCE MANAGEMENT CONSERVATION AND RESOURCES ENFORCEMENT ENGINEERING FORESTRY AND WILDLIFE HISTORIC PRESERVATION KAHOOLAWE ISLAND RESERVE COMMISSION LAND STATE PARKS

STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES

POST OFFICE BOX 621 HONOLULU, HAWAII 96809

Testimony of WILLIAM J. AILA, JR. Chairperson

Before the Senate Committees on WATER AND LAND and TOURISM AND HAWAIIAN AFFAIRS and ECONOMIC DEVELOPMENT, GOVERNMENT OPERATIONS AND HOUSING

Tuesday, February 12, 2013 1:18 PM State Capitol, Conference Room 225

In consideration of SENATE BILL 722, PROPOSED SENATE DRAFT 1 RELATING TO GOVERNMENT

Senate Bill 722, proposed Senate Draft 1 directs the Department of Accounting and General Services ("DAGS") to expand the scope of the comprehensive information system established pursuant to Act 54, Session Laws of Hawaii 2011, under which the Department of Land and Natural Resources ("Department") is mandated to inventory and maintain the information about the lands of the public trust described in Section 5(f) of the Admission Act and Article XII, Section 4, of the Hawaii State Constitution, to further include public facilities, thereby creating a comprehensive asset management system for state buildings on all state lands. **The Department supports the underlying intent of this bill** and can provide the required information to DAGS about facilities owned by the Department for inclusion in the system.¹ However, **the Department has concerns** with this bill to the extent it (i.e., the design and implementation of an asset management system) may impact or delay the Department's work under Act 54 which primarily dealt with the inventory of lands, trust status, and encumbrances on the land for those other state and county agencies.²

¹ The Department defers to DAGS on the fiscal and staffing impacts on implementing a statewide asset management system. It is likely DAGS would need time and funding in order to implement a Statewide asset management system.

² Section 1 of Act 54 (SLH 2011) states in part "[t]he legislature finds that the department of land and natural resources has already collected a substantial amount of information about lands that are in the public land trust. The focus of this measure is the further study or review of the trust status of those lands to which [other] state agencies hold title and the disposition of those lands [e.g., encumbered by a lease.

The Department has already contracted with a vendor to develop the land inventory as mandated by Act 54, and the vendor is working on the development of the comprehensive Public Land Trust Information System. In the event this bill calling for an asset management system cannot be a stand-alone system that can be designed separately and simply be added when completed to the on-going land inventory system being created by Act 54 and instead must be intertwined and redesigned into the on-going land inventory system, then that may likely require an extension of the existing Act 54 contract and the time for the delivery of the inventory product, additional funding, and at a minimum a contract renegotiation with the existing vendor or the termination of the existing contract so that the job can be re-bid with the broader scope envisioned by this bill.

Thank you for the opportunity to testify.

or permit to other entities], to verify the accuracy of or make amendments to their trust status as indicated in the department's existing database of public land trust lands."

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

TESTIMONY OF DEAN H. SEKI, COMPTROLLER DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES TO THE SENATE COMMITTEES ON WATER AND LAND; TOURISM AND HAWAIIAN AFFAIRS; ECONOMIC DEVELOPMENT, GOVERNMENT OPERATIONS AND HOUSING ON February 12, 2013

S.B. 722, Proposed S.D. 1

RELATING TO GOVERNMENT

Chairs Solomon, Galuteria, Dela Cruz and members of the Committees, thank you for the opportunity to testify on S.B. 722, Proposed S.D. 1.

The Department of Accounting and General Services (DAGS) supports the intent of S.B.

722, Proposed S.D. 1, provided its passage does not replace or adversely impact priorities

indicated in the Executive Budget.

DAGS will work with the State Legislature and other interested agencies toward the

creation of an integrated, comprehensive system for asset management of public lands and State

managed facilities, if adequate funding is appropriated to DAGS for this purpose.

Thank you for the opportunity to testify on this matter.