

Honolulu, Hawaii

FEB 19 2015

RE: S.B. No. 1146

Honorable Donna Mercado Kim
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2015
State of Hawaii

Madam:

Your Committee on Higher Education and the Arts, to which was referred S.B. No. 1146 entitled:

"A BILL FOR AN ACT RELATING TO THE UNIVERSITY OF HAWAII
ACCOUNTING AND FINANCIAL MANAGEMENT SYSTEM,"

begs leave to report as follows:

The purpose and intent of this measure is to extend the authority of the University of Hawaii System to maintain a separate accounting and financial management system that is compatible with the State of Hawaii's accounting and financial systems.

Your Committee received testimony in support of this measure from the University of Hawaii System.

Your Committee finds that the University of Hawaii has maintained a separate accounting system since 1986, which has been compatible with both State accounting system requirements and generally accepted accounting principles. Your Committee further finds that the University of Hawaii has recently upgraded its accounting system through its participation in the Kualii Financial System consortium, a university-based financial management software that better meets the unique needs of university systems throughout the United States.

Since the implementation of the Kualii Financial System, the University of Hawaii continues to provide bi-monthly payroll feeds to the Department of Accounting and General Services, in addition



to routine and annual financial reports that are included in the State of Hawaii's Annual Consolidated Financial Statements.

Your Committee further finds that if this measure is considered for passage by your Committee on Ways and Means, then your Committee would note that this measure contains citations to session laws from 1923 and 1925 which may require further verification.

As affirmed by the record of votes of the members of your Committee on Higher Education and the Arts that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1146 and recommends that it pass Second Reading and be referred to the Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Higher Education
and the Arts,



BRIAN T. TANIGUCHI, Chair



The Senate
 Twenty-Eighth Legislature
 State of Hawai'i

Record of Votes
Committee on Higher Education and the Arts
HEA

Bill / Resolution No.:*	Committee Referral:	Date:		
<i>SB 1146</i>	<i>HEA, WAM</i>	<i>2/03/2015</i>		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is:				
<input checked="" type="checkbox"/> Pass, unamended 2312	<input type="checkbox"/> Pass, with amendments 2311	<input type="checkbox"/> Hold 2310		
<input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
TANIGUCHI, Brian T. (C)	✓			
INOUYE, Lorraine R. (VC)	✓			
GABBARD, Mike				✓
KAHELE, Gilbert	✓			
KIDANI, Michelle N.	✓			
WAKAI, Glenn				✓
SLOM, Sam				✓
TOTAL	<i>4</i>			<i>3</i>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
<i>Lorraine R. Inouye</i>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes