Honolulu, Hawaii

## MAR 0 6 2015

RE: S.B. No. 165

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

## Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 165, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO STATE FACILITIES,"

begs leave to report as follows:

The purpose and intent of this measure is to require the Department of Accounting and General Services to negotiate and process leases for state departments and agencies.

The measure also requires the Department of Accounting and General Services to facilitate facility agreements between the State and private investors for the sale of state facilities.

Your Committee received written comments in opposition to this measure from the Department of Transportation, Department of Land and Natural Resources, and University of Hawaii. The Department of Accounting and General Services provided written comments on the measure.

Your Committee finds that the Department of Accounting and General Services is currently authorized by law to assist any department or agency with leasing of office space. Your Committee further finds that an inventory of all leases of property between state agencies and private entities would assist the Legislature in establishing policies relating to state facilities.

Accordingly, your Committee has amended this measure by:

- (1) Deleting the new section 26-6(b)(7), Hawaii Revised Statutes, which requires the Department of Accounting and General Services to negotiate and process leases for departments and agencies of the State;
- (2) Requiring the Department of Accounting and General Services to undertake lease buyback processing, rather than lease negotiation and lease processing, under the program of centralized engineering and office lease services;
- (3) Requiring the Department of Accounting and General Services to conduct an inventory of all leases of property between state agencies and private entities and report its results to the Legislature; and
- (4) Inserting a new section appropriating an unspecified amount for the Department of Accounting and General Services to perform the inventory.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 165, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 165, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

JILL N. TOKUDA, Chair

## The Senate Twenty-Eighth Legislature State of Hawai'i

## Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:			Date:	
SB165 SD1	GVO, WAM			314/15	
The Committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)					
KOUCHI, Ronald D. (VC)		V			
CHUN OAKLAND, Suzanne					
DELA CRUZ, Donovan M.			<del></del> 		
ENGLISH, J. Kalani					
GALUTERIA, Brickwood					
HARIMOTO, Breene					
INOUYE, Lorraine R.		V			
RIVIERE, Gil					
RUDERMAN, Russell E.					
SLOM, Sam					
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TOTAL		10	O	W	l
Recommendation:  Adopted  Not Adopted					
Chair's or Designee's Signature:					
Distribution:         Original         Yellow         Pink         Goldenrod           File with Committee Report         Clerk's Office         Drafting Agency         Committee File Copy					

\*Only one measure per Record of Votes