H.B. NO. <sup>1164</sup><sub>H.D. 1</sub>

### A BILL FOR AN ACT

RELATING TO DEFERRED MAINTENANCE.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that the deferred maintenance of state buildings, facilities, and other 2 3 improvements is a problem that needs to be addressed. The 4 extent of the deferred maintenance backlog is substantial. According to the executive biennium budget 2019-2021, prepared 5 6 by the department of budget and finance on December 17, 2018, 7 there is a deferred maintenance backlog of approximately \$4.3 8 billion statewide among departments. However, there is no 9 consistent criteria for determining maintenance and repair 10 needs, and no standardized methodology to determine needs across 11 state departments.

12 The legislature finds that this Act is necessary to:
13 (1) Preserve state-owned buildings and facilities for
14 public use or benefit, now and into the future;
15 (2) Decrease future unfunded obligations of the State;
16 (3) Preserve public moneys by making near-term investments
17 for maintenance instead of incurring much more



Page 2

# H.B. NO. <sup>1164</sup><sub>H.D. 1</sub>

1	expensive capital replacement or renewal costs in the
2	future; and
3	(4) Promote transparency by publicly displaying
4	information regarding the liabilities of the State.
5	The purpose of this Act is to convene a deferred
6	maintenance task force to develop consistent criteria and
7	standardized methodology for determining maintenance and repair
8	needs, and plans to address the deferred maintenance backlog of
9	state-owned buildings, facilities, and other improvements.
10	SECTION 2. (a) The deferred maintenance task force is
11	established within the office of the governor for administrative
12	purposes. The office of the governor shall provide
13	administrative and clerical support required by the task force.
14	(b) The task force shall:
15	(1) Develop consistent criteria and standardized
16	methodology for identifying deferred maintenance
17	projects and priorities;
18	(2) Use agreed upon criteria and methodology in
19	determining an accurate estimate of the total amount
20	of deferred maintenance backlog by state departments
21	and divisions;



H.B. NO. <sup>1164</sup><sub>H.D. 1</sub>

1	(3)	Develop alternative schedules to address the backlog
2		in deferred maintenance;
3	(4)	Develop a recommended schedule to serve as a guide for
4		reducing deferred maintenance costs over time,
5		including proposed annual appropriations for deferred
6		maintenance costs projects, by fiscal year and means
7		of financing. The recommended schedule shall take
8		into account on-going deferred maintenance needs; and
9	(5)	Consider best policies, practices, and laws from other
10		jurisdictions related to deferred maintenance of
11		state-owned buildings, facilities, and other
12		improvements.
13	(c)	The deferred maintenance task force shall consist of
14	the follo	wing members, or their designated representatives:
15	(1)	The administrative director, who shall serve as
16		chairperson;
17	(2)	The comptroller;
18	(3)	The director of finance;
19	(4)	The president of the University of Hawaii;
20	(5)	The chief executive officer of the Hawaii health
21		systems corporation;



3

Page 3



41

# H.B. NO. <sup>1164</sup><sub>H.D.1</sub>

1	(6)	The superintendent of education;	
2	(7)	The chairperson of the board of land and natural	
3		resources;	
4	(8)	The director of transportation;	
5	(9)	A member of the house of representatives, appointed by	
6		the speaker of the house of representatives;	
7	(10)	A member of the senate, appointed by the president of	
8		the senate;	
9	(11)	A private sector representative, appointed by the	
10		speaker of the house of representatives; and	
11	(12)	A private sector representative, appointed by the	
12		president of the senate.	
13	Task force members may recommend additional members with		
14	appropria	te specialized expertise to join the task force, for	
15	approval	by the chairperson.	
16	(d)	The deferred maintenance task force shall submit a	
17	report of	its findings, recommendations, and any proposed	
18	legislati	on, to the legislature no later than October 31, 2020.	
19	(e)	The task force shall be dissolved on January 14, 2021.	
20	SECT	'ION 3. There is appropriated out of the general	
21	revenues	of the State of Hawaii the sum of \$ or so much	



1 thereof as may be necessary for fiscal year 2019-2020 and the
2 same sum or so much thereof as may be necessary for fiscal year
3 2020-2021 for the deferred maintenance task force to develop the
4 plans to address deferred maintenance projects in the State,
5 pursuant to section 2 of this Act.
6 The sums appropriated shall be expended by the office of

7 the governor for the purposes of this Act.

8 SECTION 4. This Act shall take effect on January 1, 2050.

### H.B. NO. <sup>1164</sup> H.D. 1

### Report Title:

Deferred Maintenance; Task Force; Backlog; Appropriation

#### Description:

Establishes a deferred maintenance task force within the Office of the Governor to create a standardized and uniform approach to address deferred maintenance projects in the State. Makes an appropriation for the task force. (HB1164 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

