A BILL FOR AN ACT

RELATING TO INFORMATION TECHNOLOGY.

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

1 SECTION 1. The legislature finds that developing a uniform 2 financial database for use by all state agencies would improve 3 government accountability and transparency, leverage existing 4 information technology systems, consolidate data from multiple 5 existing systems into a single system of record, and normalize disparate account coding practices used by different state 6 7 agencies. Aside from implementation of the department of human 8 services kauhale on-line eligibility assistance (KOLEA) database 9 and the department of taxation's tax system modernization 10 program, no substantive progress has been made towards 11 consolidated reporting of any kind at the statewide level.

12 The legislature finds that the department of accounting and 13 general services and department of budget and finance together 14 need to implement a state-of-the-art consolidated uniform 15 financial reporting system for the entire executive branch. The 16 uniform system needs to be able to provide timely information to 17 the legislature at various summary levels and at a detail level



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to the lowest available tracked organizational code. Such a
system should be comparable to enterprise reporting programs and
business analytics tools used in the private sector.

The legislature further finds that a uniform financial database system should capture and report data, including project budgets, appropriations, scheduling, contractor documentation, contract changes, and payment transactions. This system could be a major boon to all agencies in the improved management of available funds by reducing the need to rely on estimates and approximations.

11 The purpose of this Act is to:

Require the department of accounting and general 12 (1) 13 services and department of budget and finance, in 14 consultation with the office of enterprise technology 15 services, to develop and implement a uniform financial 16 database, with parameters, benefits, and features that 17 are compatible to the software system currently being 18 implemented by the office of enterprise technology 19 services at other agencies for use by all state 20 agencies; and



Page 2

2

1 (2) Authorize the issuance of general obligation bonds for 2 the development and implementation of a uniform 3 financial database. 4 The department of accounting and general SECTION 2. 5 services and department of budget and finance shall: 6 In consultation with the office of enterprise and (1) 7 technology services, develop and implement a uniform 8 financial database for use by leveraging features from 9 existing or new state-of-the-art systems; 10 (2) Ensure that all executive branch departments 11 participate at the appropriate phases of the 12 development and implementation of the system; and 13 (3) Submit an annual report to the legislature regarding 14 development and implementation of a uniform financial database. The report shall include but not be limited 15 16 to an implementation schedule, status of the 17 initiative, amount and allocation of appropriated 18 funds, sufficiency of resource commitments, and 19 organizational problems and solutions. 20 SECTION 3. The director of finance is authorized to issue 21 general obligation bonds in the sum of \$ or so much



Page 3

3

1 thereof as may be necessary and the same sum or so much thereof 2 as may be necessary is appropriated for fiscal year 2020-2021 3 for the purpose of the development and implementation of a 4 uniform financial database as described in section 2 of this 5 Act.

6 SECTION 4. The appropriation made for the capital 7 improvement project authorized by this Act shall not lapse at 8 the end of the fiscal biennium for which the appropriation is 9 made; provided that all moneys from the appropriation 10 unencumbered as of June 30, 2022, shall lapse as of that date. 11 SECTION 5. This Act shall take effect on July 1, 2050.





Report Title:

Information Technology; State Agencies; Financial Database; Development; GO Bonds; Appropriation

Description:

Requires the Department of Accounting and General Services and Department of Budget and Finance, in consultation with the Office of Enterprise Technology Services, to develop and implement a uniform financial database, with parameters, benefits, and features that are compatible to the software system currently being implemented by the Office of Enterprise Technology Services at other agencies for use by all state agencies. Authorizes the issuance of general obligation bonds for the development and implementation of a uniform financial database. Effective 7/1/2050. (SD1)

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