STAND. COM. REP. NO. 3138

Honolulu, Hawaii

MAR 0 4 2022

RE: S.B. No. 3048 S.D. 2

Honorable Ronald D. Kouchi President of the Senate Thirty-First State Legislature Regular Session of 2022 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 3048, S.D. 1, entitled:

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

begs leave to report as follows:

The purpose and intent of this measure is to authorize the Director of Finance to transfer from the rental housing revolving fund to the dwelling unit revolving fund tax-exempt general obligation bond proceeds and accrued interest.

Your Committee received written comments in support of this measure from the Department of Business, Economic Development, and Tourism; and Hawaii Housing Finance and Development Corporation.

Your Committee finds that the rental housing revolving fund contains legacy funds derived from tax-exempt general obligation bond proceeds. As these moneys cannot be used to finance projects that use low-income housing tax credits, your Committee believes that it is appropriate to transfer the money to the dwelling unit revolving fund, so that the moneys may be used for the financing of public infrastructure projects.

Your Committee also finds that general fund appropriations are necessary to finance certain hardware, software, and digitization efforts of the Hawaii Housing Finance and Development



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Corporation (HHFDC). More specifically, appropriations are needed for the following items in the listed amounts:

Hardware

Integration and Migration of the HHFDC domain into the State of Hawaii Enterprise		
Active Directory (EAD) Domain:	\$55,000	
New Monitors for HHFDC staff:	\$20,000	
New computers, computer accessories, and peripherals for HHFDC staff:	\$82,000	
Videoconferencing Upgrades for HHFDC Board Room:	\$60,000	
Industrial/Office Capacity Paper Shredders, with service and warranty:	\$12,000	
Software	sories, and peripheralsHFDC staff:\$82,000conferencing Upgrades for Board Room:\$60,000crial/Office Capacity Shredders, with service arranty:\$12,000Software\$12,000Softwarecty Inventory and Lease ement Software:\$200,000soft Dynamic Great Plains Software Upgrade:\$125,000Digitization\$125,000	
Property Inventory and Lease Management Software:	\$200,000	
<u>Microsoft Dynamic Great Plains</u> (GP) Software Upgrade:	\$125,000	
Digitization		
Local Shared Drives to State Sharepoint:	\$52,000	
Contract with a private scanning company to scan Consolidated Applications to digitized copies:	\$352,000	



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Contract with a private scanning company to digitize the paper documents of Development, PECB, and Finance branches of HHFDC:

\$636,000

Your Committee has amended this measure by:

- (1) With respect to the statutory section that establishes the rental housing revolving fund:
 - (A) Providing that the fund may be used for administrative expenses incurred by the Hawaii Housing Finance and Development Corporation in administering the Corporation's housing finance programs; and
 - (B) Inserting a conforming amendment relating to the payment of the conveyance taxes into the fund;
- (2) Establishing one full-time equivalent (1.0 FTE) housing finance specialist I position (BED160HF);
- (3) Inserting unspecified general fund appropriations to the Department of Business, Economic Development, and Tourism for the hardware, software, and digitization efforts of the Hawaii Housing Finance and Development Corporation discussed above; and
- (4) Making technical nonsubstantive changes for purposes of clarity, consistency, and style.

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. 3048, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 3048, S.D. 2.



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Respectfully submitted on behalf of the members of the Committee on Ways and Means, DONOVAN M. DELA CRUZ, Charge



The Senate Thirty-First Legislature State of Hawaiʻi

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:		E	Date:		
SB 3048, SD1	HOU, WAY			2/24/22		
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	
DELA CRUZ, Donovan M. (C)		X				
KEITH-AGARAN, Gilbert S.C. (VC)		X				
INOUYE, Lorraine R.		X				
KANUHA, Dru Mamo		X				
KIDANI, Michelle N.		X				
MISALUCHA, Bennette E.		X				
MORIWAKI, Sharon Y.		X				
SHIMABUKURO, Maile S.L.		X				
TANIGUCHI, Brian T.		X				
WAKAI, Glenn	·	Х				
FEVELLA, Kurt			X			
TOTAL		10	1			
Recommendation: X Adopted Not Adopted						
Chair's or Designee's Signature:						
CONSC. Einlag						
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy						

*Only <u>one</u> measure per Record of Votes