STAND. COM. REP. NO. 113D

Honolulu, Hawaii

MAR 0 3 2023

RE: S.B. No. 1197 S.D. 2

Honorable Ronald D. Kouchi President of the Senate Thirty-Second State Legislature Regular Session of 2023 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 1197, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE UNIVERSITY OF HAWAII,"

begs leave to report as follows:

The purpose and intent of this measure is to increase procurement accountability at the University of Hawaii.

Specifically, this measure:

- (1) Designates the Vice President for Budget and Finance and Chief Financial Officer as the chief procurement officer for the University of Hawaii;
- (2) Appropriates moneys to effectuate the transfer of chief procurement officer duties; and
- (3) Appropriates moneys to the University of Hawaii for repair and maintenance of University of Hawaii campus buildings and infrastructure.

Your Committee received written comments in opposition to this measure from the University of Hawaii.

Your Committee finds that the President of the University of Hawaii's role as the leader of the University of Hawaii System may

conflict with the duty of a chief procurement officer to oversee ethical public procurement in accordance with the Hawaii Public Procurement Code. Your Committee further finds that this measure eliminates this potential conflict of interest by ensuring that the two roles are held by separate individuals.

Your Committee has amended this measure by:

- (1) Deleting the appropriation of an unspecified sum of general funds for repair and maintenance of University of Hawaii campus buildings and infrastructure;
- (2) Inserting language that authorizes the issuance of general obligation bonds in the sum of \$20,000,000, and appropriating the bond proceeds to University of Hawaii, Systemwide Support (UOH900) to renew, improve, and modernize facilities; and
- (3) Amending the preamble to reflect the measure's amended purpose.

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. 1197, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 1197, S.D. 2.

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

DONOVAN M. DELA CRUZ, Chair

The Senate Thirty-Second Legislature State of Hawaiʻi

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:* SB 1/97 SD1	Committee Referral:			Date: 3/3/23	
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)		×			
KEITH-AGARAN, Gilbert S.C. (VC)		X			
AQUINO, Henry J.C.		X			
DECOITE, Lynn		X			-
INOUYE, Lorraine R.		X			
KANUHA, Dru Mamo		X			
KIDANI, Michelle N.		X			
KIM, Donna Mercado		X			-
LEE, Chris		X			
MORIWAKI, Sharon Y.		X			_
SHIMABUKURO, Maile S.L.		×			
WAKAI, Glenn					
FEVELLA, Kurt					X
TOTAL		12			1
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