A BILL FOR AN ACT

RELATING TO TRANSPORTATION.

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

1	SECTION 1. The legislature finds that the State has been		
2	struggling to expedite capital advancement projects that		
3	increase harbor resilience and operational efficiency. The		
4	department of transportation is authorized to enter into capita		
5	advancement contracts with private parties for any public		
6	improvement to, or construction of, a state harbor facility if		
7	the director of transportation determines that the contract		
8	promotes the best interest of the State and meets certain		
9	requirements.		
10	The legislature further finds that the fiscal caps on		
11	capital advancement projects limit the scope, type of work, and		
12	number of projects that can be executed under such contracts.		
13	Accordingly, the purpose of this Act is to:		
14	(1) Increase the maximum value of capital advancement		
15	contracts that may be executed by the department of		
16	transportation without legislative approval;		

I	(2)	Repeat the requirement for the department of	
2		transportation to obtain legislative approval through	
3		concurrent resolution for capital advancement	
4		contracts greater than \$2,000,000;	
5	(3)	Increase the total aggregate value of capital	
6		advancement contracts that the department of	
7		transportation may enter into in a fiscal year; and	
8	(4)	Establish certain reporting requirements related to	
9		capital advancement contracts.	
10	SECT	ION 2. Section 266-19.5, Hawaii Revised Statutes, is	
11	amended by amending subsection (d) to read as follows:		
12	"(d)	The department of transportation may execute capital	
13	advanceme	nt contracts pursuant to subsection (a) with a total	
14	contract	value of [\$2,000,000] <u>\$</u> or less without	
15	legislati	ve approval. [If the total value of a capital	
16	advancement contract pursuant to subsection (a) is greater than		
17	\$2,000,000 then the department of transportation shall obtain		
18	legislati	ve approval in the form of the adoption of a concurrent	
19	resolution affirming the purpose, project, and contract issuance		
20	prior to	executing the capital advancement contract. The total	
21	aggregate	value of all capital advancement contracts entered	

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- 1 into by the department pursuant to this section shall not exceed
- 2 [\$5,000,000] \$ in any [calendar] fiscal year. The
- 3 department shall submit a report to the legislature of all
- 4 executed capital advancement contracts for the previous
- 5 twelve-month period from July 1 to June 30 no later than twenty
- 6 days prior to the convening of each regular session."
- 7 SECTION 3. Statutory material to be repealed is bracketed
- 8 and stricken. New statutory material is underscored.
- 9 SECTION 4. This Act shall take effect on July 1, 3000.

Report Title:

DOT; Harbor Improvements; Capital Advancement Contracts; Reports

Description:

Increases the maximum value of capital advancement contracts that may be executed by the Department of Transportation without legislative approval. Repeals the requirement for the Department of Transportation to obtain legislative approval through concurrent resolution for capital advancement contracts greater than \$2,000,000. Increases the total aggregate value of capital advancement contracts that the Department of Transportation may enter into in a fiscal year. Establishes certain reporting requirements related to capital advancement contracts. Effective 7/1/3000. (HD1)

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