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# SENATE RESOLUTION

REQUESTING THE AUDITOR TO CONDUCT AN AUDIT ON THE CONTRACTORS  
LICENSE BOARD'S IMPLEMENTATION OF RECOMMENDATIONS FROM  
PREVIOUS AUDITS AND ITS REPORT TO THE LEGISLATURE.

1           WHEREAS, the Contractors License Board (Board) is the  
2 governing board for contractors licensed in the State; and  
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4           WHEREAS, the State's contractor licensing law, chapter 444,  
5 Hawaii Revised Statutes, is a consumer protection statute  
6 intended to protect the public's health, safety, and welfare  
7 when dealing with persons engaged in the construction industry,  
8 and therefore requires a licensee to show experience for each  
9 license obtained; and  
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11           WHEREAS, the Board has been audited by the Auditor in 1983,  
12 Report No. 83-3, *Sunset Evaluation Report, Contractors, Chapter*  
13 *444, Hawaii Revised Statutes*, and 1989, Report No. 89-3, *Sunset*  
14 *Evaluation Update, Contractors, Chapter 444, Hawaii Revised*  
15 *Statutes*; and  
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17           WHEREAS, it is unclear whether the Board has implemented  
18 any of the findings or recommendations from the audits conducted  
19 in 1983 and 1989; and  
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21           WHEREAS, the Board was requested to review the criteria,  
22 requirements, and procedures for "A" general engineering  
23 contractor licenses, "B" general building contractor licenses,  
24 and "C" general specialty licenses and submit a report of  
25 proposed recommendations for amendments to chapter 444, Hawaii  
26 Revised Statutes, and chapter 77, Hawaii Administrative Rules,  
27 to the Legislature pursuant to S.C.R. No. 84, S.D. 1, Regular  
28 Session of 2013; and  
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30           WHEREAS, the Board failed to act on its proposed  
31 recommendations since submitting its report to the Legislature  
32 in November 2013; and  
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1 WHEREAS, an audit of the Board is necessary to instill  
2 greater confidence in the public that the Board is protecting  
3 the public's health, safety, and welfare; now, therefore,  
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5 BE IT RESOLVED by the Senate of the Twenty-ninth  
6 Legislature of the State of Hawaii, Regular Session of 2018,  
7 that the Auditor is requested to conduct an audit of the  
8 Contractors License Board's implementation of recommendations  
9 from the audits conducted in 1983 and 1989; and  
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11 BE IT FURTHER RESOLVED that the Department of Commerce and  
12 Consumer Affairs, Professional and Vocational Licensing  
13 Division, and Contractors License Board are requested to  
14 cooperate and provide all relevant data and other information to  
15 the Auditor during the planning and implementation of the audit;  
16 and  
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18 BE IT FURTHER RESOLVED that the Auditor is requested to  
19 include the following in the audit:  
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- 21 (1) An examination of the general operations of the  
22 Contractors License Board;
- 23  
24 (2) A description of the organizational structure of the  
25 Contractors License Board, including personnel  
26 practices and staffing coverage;  
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- 28 (3) A description of the Contractors License Board's  
29 internal budgeting and fiscal controls;  
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- 31 (4) The status of the Contractors License Board's  
32 implementation of recommendations in the 1983 and 1989  
33 audits;  
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- 35 (5) The status of the Contractors License Board's  
36 implementation of recommendations in its November 2013  
37 report to the Legislature; and  
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- 39 (6) Any other matters the Auditor deems appropriate; and  
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41 BE IT FURTHER RESOLVED that the Auditor is requested to  
42 submit findings and recommendations to the Legislature no later



