

STAND. COM. REP. NO.

1107

Honolulu, Hawaii

MAR 24 2017

RE: H.B. No. 1585
H.D. 1
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2017
State of Hawaii

Sir:

Your Committee on Higher Education, to which was referred
H.B. No. 1585, H.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 appropriate
general funds to the University of Hawaii for project-funded staff
positions for capital improvement program projects.

Your Committee received testimony in support of this measure
from the University of Hawai'i System and one individual.

Your Committee finds that the University of Hawaii System has
a substantial deferred maintenance backlog that it is working
toward eliminating. Currently, outside construction management
and inspection services are typically obtained on a project-by-
project basis due to insufficient funds. According to testimony
submitted by the University, this inefficient use of construction
management services does not deliver consistent oversight or
performance standards. Your Committee additionally finds that the
University has a ten-year strategy plan to eliminate deferred
maintenance and reach modernization goals and notes that this
measure allows for the delivery of construction management
services in-house, which provides a more optimum model for
performing construction management and inspection services.



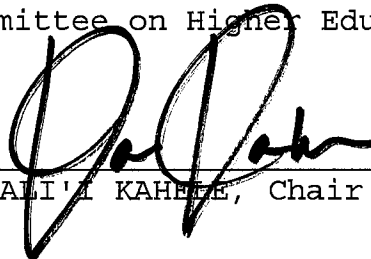
Your Committee additionally finds that tuition rates at the University of Hawaii have been consistently on the rise in recent years and that the University has spent increasing amounts on personnel expenses during this time. Your Committee is concerned with the lack of demonstrated efforts by the University of Hawaii to restructure and use financial resources efficiently, and finds that more transparency and accountability is needed.

Accordingly, your Committee has amended this measure by:

- (1) Requiring that all University of Hawaii employees who hold administrative positions and earn more than \$150,000 annually be employed under an employment contract with the University by July 1, 2018; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Higher Education that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1585, H.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1585, H.D. 1, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Higher Education,



KAIALI'I KAHELE, Chair



The Senate
 Twenty-Ninth Legislature
 State of Hawai'i

Record of Votes
Committee on Higher Education
HRE

Bill / Resolution No.:*	Committee Referral:	Date:		
HB 1585 HD1	HRE, WAM	3/21/2017		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
KAHELE, Kaiali'i (C)	✓			
KIDANI, Michelle N. (VC)	✓			
ESPERO, Will	✓			
KEITH-AGARAN, Gilbert S.C.				✓
TANIGUCHI, Brian T.	✓			
TOTAL	4			1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <div style="text-align:center; font-family: cursive; font-size: 1.2em;">Michelle N. Kidani</div>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes