

STAND. COM. REP. NO. 3400

Honolulu, Hawaii

APR 04 2014

RE: H.B. No. 2264

Honorable Donna Mercado Kim
President of the Senate
Twenty-Seventh State Legislature
Regular Session of 2014
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred H.B. No. 2264 entitled:

"A BILL FOR AN ACT RELATING TO INVESTMENT AUTHORITY OF THE EMPLOYEES' RETIREMENT SYSTEM,"

begs leave to report as follows:

The purpose and intent of this measure is to authorize the Employees' Retirement System to dispose of real property acquired through foreclosure, enforcement of security, or satisfaction of debt in the same manner as other investments in real property acquired through other means.

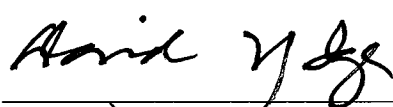
Your Committee received written comments in support of this measure from the Department of Budget and Finance and the Employees' Retirement System.

Your Committee finds that the provisions requiring the disposition of certain real property investments within five years of acquisition were enacted when the Employees' Retirement System was prohibited from directly investing in real estate. Your Committee believes that because the Employees' Retirement System is now authorized to directly invest in real estate, the distinction regarding how the real property was acquired is no longer relevant. Repealing the restrictions on how long the Employees' Retirement System may hold certain real estate investments will eliminate an unnecessary interference with the prudent management of the investment portfolio.



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 H.B. No. 2264, and recommends that it pass Third Reading.

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



DAVID Y. IGE, Chair



The Senate
Twenty-Seventh Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* HB 2264	Committee Referral: JDL, WAM	Date: 3-25-14		
<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 checked="" type="checkbox"/> Pass, unamended 2312 <input type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)	✓			
KIDANI, Michelle N. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
DELA CRUZ, Donovan M.	✓			
ENGLISH, J. Kalani	✓			
ESPERO, Will	✓			
KAHELE, Gilbert				✓
KEITH-AGARAN, Gilbert S.C.	✓			
KOUCHI, Ronald D.				✓
RUDERMAN, Russell E.	✓			
THIELEN, Laura H.	✓			
TOKUDA, Jill N.	✓			
SLOM, Sam	✓			
	11	0	0	2
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <i>Michelle N. Kidani</i>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes