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# A BILL FOR AN ACT

RELATING TO PROCUREMENT.

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

1       SECTION 1. The legislature finds that projects can be  
2 delivered in a more efficient manner by increasing the effective  
3 use of state resources. The purpose of this Act is to promote  
4 procurement efficiency, program success, and government  
5 accountability by:

6           (1) Requiring the state procurement office and the public  
7 works division of the department of accounting and  
8 general services to develop a ten-year pilot program  
9 to enable innovative methods of procurement; and

10          (2) Establishing and funding an exempt innovative project  
11 delivery officer position within the public works  
12 division.

13       SECTION 2. No later than January 1, 2021, the state  
14 procurement office and the public works division of the  
15 department of accounting and general services shall develop a  
16 ten-year pilot program to enable innovative methods of  
17 procurement. The pilot program shall be created within the



1 public works division. The pilot program shall offer advisory,  
2 governance, and management services to agencies in their efforts  
3 to engage in innovative procurement. The pilot program shall  
4 include but not be limited to:

- 5 (1) Value for money propositions for each authorized  
6 innovative project;
- 7 (2) Rules and guidance for innovative project delivery;
- 8 (3) Post-award contract management of innovative projects,  
9 including a recommended time and performance schedule;
- 10 (4) Negotiations and strategic planning of innovative  
11 projects;
- 12 (5) Proposed legislation that promotes efficiencies of  
13 innovative projects and general construction  
14 procurement;
- 15 (6) Written testimony to the legislature on construction  
16 bills;
- 17 (7) Construction procurement guidance through procurement  
18 circulars and the State's procurement manual;
- 19 (8) Construction and innovative project delivery training;
- 20 (9) Construction seminars;



1 (10) Facilitated conversations between agencies and  
2 departments with an effort to create a more consistent  
3 method of soliciting and managing construction and  
4 innovative delivery projects;

5 (11) Review of construction solicitations and change orders  
6 and investigations; and

7 (12) Research and implementation of efficient information  
8 systems to allow for reduction of manual processes,  
9 both at the solicitation and post-award stages.

10 SECTION 3. The state procurement administrator is  
11 authorized to establish and fill one full-time equivalent (1.00  
12 FTE) innovative project delivery officer position, who shall be  
13 exempt from the provisions of chapter 76, Hawaii Revised  
14 Statutes, for the duration of the ten-year pilot program.

15 SECTION 4. The state procurement office and the public  
16 works division of the department of accounting and general  
17 services shall submit a report of its findings and  
18 recommendations, including any proposed legislation, to the  
19 legislature no later than twenty days prior to the convening of  
20 the regular sessions of 2022, 2024, 2026, 2028, and 2030.



1           SECTION 5. There is appropriated out of the general  
2 revenues of the State of Hawaii the sum of \$85,000 or so much  
3 thereof as may be necessary for one full-time equivalent (1.0  
4 FTE) innovative project delivery officer position, which will  
5 sit within the public works division; provided that it is the  
6 intent of the legislature that this appropriation be matched  
7 annually until the completion of the ten-year pilot program.

8           The sum appropriated shall be expended by the department of  
9 accounting and general services for the purposes of this Act.

10          SECTION 6. This Act shall take effect on July 1, 2020, and  
11 shall be repealed on July 1, 2031.



**Report Title:**

State Procurement; Pilot Program; Innovative Project Delivery Coordinator; Appropriation

**Description:**

Requires the State Procurement Office and the Public Works Division of the Department of Accounting and General Services to develop a ten-year pilot program to enable innovative methods of procurement. Establishes an exempt innovative project delivery coordinator position within the Public Works Division. Makes an appropriation. Repeals 7/1/2031. (SD1)

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

