

Honolulu, Hawaii

MAR 04 2016

RE: S.B. No. 2493
S.D. 2

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2016
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 2493, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

begs leave to report as follows:

The purpose and intent of this measure is to ensure that executive agencies of the State comply with the Hawaii Public Procurement Code, chapter 103D, Hawaii Revised Statutes.

More specifically, this measure requires the State Procurement Policy Board to:

- (1) Annually review and examine procurement contracts over \$50,000 of at least two executive departments, divisions, or agencies, selected pursuant to certain criteria;
- (2) Perform compliance examinations of any department, division, or agency, selected randomly or as otherwise provided by law; and
- (3) Report the results of all compliance examinations to the Legislature no later than twenty days prior to the convening of each regular session.

Your Committee received written comments in opposition to this measure from the Department of Budget and Fiscal Services of the City and County of Honolulu and one individual.



Your Committee received written comments on this measure from the State Procurement Office.

Your Committee finds that, in order to more readily ensure compliance with the public procurement code, the State Procurement Office must take further steps to ensure that executive agencies of the State comply with the procurement policies and procedures established pursuant to chapter 103D, Hawaii Revised Statutes. Accordingly, your Committee finds that the additional oversight and review provided by this measure will help to ensure that public contracts are being properly awarded.

Your Committee has amended this measure by changing the effective date to July 1, 2050, to facilitate further discussion on the measure.

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 S.B. No. 2493, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2493, S.D. 2.

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

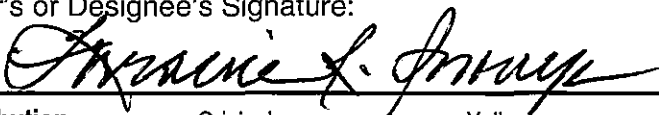


JILL N. TOKUDA, Chair



The Senate
 Twenty-Eighth Legislature
 State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB 2493, SD1	Committee Referral: GVO, WAM	Date: 2/26/2014		
<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
TOKUDA, Jill N. (C)	✓			✓
DELA CRUZ, Donovan M. (VC)				✓
CHUN OAKLAND, Suzanne	✓			✓
ENGLISH, J. Kalani				✓
GALUTERIA, Brickwood				✓
HARIMOTO, Breene				✓
INOUYE, Lorraine R.	✓			
RIVIERE, Gil	✓			
TANIGUCHI, Brian T.				✓
WAKAI, Glenn	✓			
SLOM, Sam	✓			
TOTAL	6			5
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes