
A BILL FOR AN ACT

RELATING TO PROCUREMENT.

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

1 SECTION 1. Section 103D-203, Hawaii Revised Statutes, is
2 amended by amending subsection (a) to read as follows:

3 "(a) The chief procurement officer for each of the
4 following state entities shall be:

5 (1) The judiciary--the administrative director of the
6 courts;

7 (2) The senate--the president of the senate;

8 (3) The house of representatives--the speaker of the house
9 of representatives;

10 (4) The office of Hawaiian affairs--the chairperson of the
11 board;

12 (5) The University of Hawaii--the president of the
13 University of Hawaii;

14 (6) The department of education, excluding the Hawaii
15 public library system--the superintendent of
16 education; [~~and~~]



1 (7) The Hawaii health systems corporation--the chief
2 executive officer of the Hawaii health systems
3 corporation; and

4 [~~(7)~~] (8) The remaining departments of the executive branch
5 of the State and all governmental bodies
6 administratively attached to them--the administrator
7 of the state procurement office of the department of
8 accounting and general services."

9 SECTION 2. Section 103D-305, Hawaii Revised Statutes, is
10 amended to read as follows:

11 "**§103D-305 Small purchases; prohibition against parceling.**

12 Procurements of less than \$25,000 for goods, services, or
13 construction shall be made in accordance with procedures set
14 forth in rules adopted by the policy board [~~that are~~] designed
15 to ensure administrative simplicity and as much competition as
16 is practicable; provided that [~~multiple~~]:

17 (1) Multiple expenditures shall not be created at the
18 inception of a transaction or project so as to evade
19 the requirements of this chapter; and [~~provided~~
20 ~~further that procurement~~]

21 (2) Procurement requirements shall not be artificially
22 divided or parceled so as to constitute a small
23 purchase under this section.



1 (b) Procurements with a value equal to or more than
2 \$25,000, but less than \$50,000, shall be made in accordance with
3 small purchase procedures."

4 SECTION 3. Statutory material to be repealed is bracketed
5 and stricken. New statutory material is underscored.

6 SECTION 4. This Act shall take effect on July 1, 2050.



Report Title:

Hawaii Health Systems Corporation; Procurement

Description:

Gives the Hawaii Health Systems Corporation (HHSC) more autonomy regarding procurement matters by designating the chief executive officer of HHSC as the chief procurement officer. Establishes that procurements with a value of \$25,000 but less than \$50,000 be executed in accordance with the small purchase procedures of the state procurement code. Effective 7/1/50. (SD2)

