STAND. COM. REP. NO. 1614 -08

Honolulu, Hawaii **A**, 2008 RE: S.B. No. 2824 S.D. 2 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fourth State Legislature Regular Session of 2008 State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 2824, S.D. 2, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

begs leave to report as follows:

The purpose of this bill is to strengthen the State's procurement process by:

- (1) Requiring that the Procurement Policy Board annually perform random compliance audits on at least two governmental departments, divisions, or agencies for compliance with the Hawaii Public Procurement Code (Code) and also performs audits based on patterns of noncompliance or indications of circumventing the law; and
- (2) Requiring the Auditor to conduct a compliance, performance, and management audit of the State Procurement Office and the purchasing agencies of the Executive Branch to determine compliance with the Code.



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The Department of Accounting and General Services testified in opposition to this bill.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2824, S.D. 2, H.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on behalf of the members of the Committee on Finance,

MARCUS R. OSHIRO, Chair



State of Hawaii House of Representatives The Twenty-fourth Legislature

HSCR 1614-08

Record of Votes of the Committee on Finance

Bill/Resolution No.: SB2824, SD2, HD2	Committee Referral: EDB, LMG, FIN		Date: 3-28-2008	
The committee is reconsidering its pr	······			
	ss, unamended (as is) Ss short form bill with HD to reco	ass, with amendmen ommit for future put		
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)	V			
2. LEE, Marilyn B. (VC)	~			
3. AWANA, Karen Leinani	Ľ			
4. BELATTI, Della Au	~			
5. BROWER, Tom	- v-			
6. CARROLL, Mele				~
7. HANOHANO, Faye P.	~ ~			
8. HAR, Sharon E.	~			
9. KARAMATSU, Jon Riki				
10. MAGAOAY, Michael Y.				4meno
11. MANAHAN, Joey				
12. MIZUNO, John				
13. NAKASONE, Bob				-
14. RHOADS, Karl	~			
15. SAGUM, Roland D., III	V			
16. TOKIOKA, James Kunane	~			
17. MEYER, Colleen Rose			V	
18. PINE, Kymberly Marcos				
19. WARD, Gene, Ph.D.				
				enn ms N 2
TOTAL (19)	14	\cup	1 2	*3
	dopted Not Adop nt referral, committee acronyr	did not sup	port recommendati	ion.
Vice Chair's or designee's signature:	Marily	B. Fee	/	
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