

Honolulu, Hawaii

March 19, 2008

RE: S.B. No. 2826
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 Economic Development & Business Concerns,
to which was referred S.B. No. 2826, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

begs leave to report as follows:

The purpose of this bill is to improve knowledge of, and
compliance with the procurement code by:

- (1) Transferring responsibility for developing and
conducting training for procurement officers from the
Department of Human Resources Development to the State
Procurement Office; and
- (2) Making training mandatory for all state procurement
officers, but elective for county procurement officers.

This bill also makes the Comptroller an ex-officio nonvoting
member of the Procurement Policy Board.

The Department of Accounting and General Services opposed
this bill. The State Procurement Office offered comments.

The Comptroller is the only member of the Procurement Policy
Board who represents the State. Thus, removing the Comptroller's
vote may be detrimental to the State's interests in the
establishment and implementation of procurement policy.

SB2826 HD1 HSCR EDB HMS 2008-2961

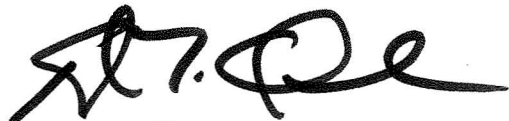


Your Committee notes that if attendance at procurement training were to become mandatory for all state procurement officers there would be an increased need for training resources. Your Committee also understands that responsibility for procurement activities is decentralized, and that it would be unusual for any one person to be involved in all the potential types of procurements covered by the procurement code. Accordingly, your Committee has amended this bill by:

- (1) Providing that the Procurement Policy Board is to determine under what conditions procurement training is to be mandatory;
- (2) Deleting the section making the Comptroller an ex-officio nonvoting member of the Procurement Policy Board;
- (3) Changing the effective date to July 1, 2034, to encourage further discussion; and
- (4) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Economic Development & Business Concerns that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2826, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2826, S.D. 2, H.D. 1, and be referred to the Committee on Consumer Protection & Commerce.

Respectfully submitted on
behalf of the members of the
Committee on Economic
Development & Business
Concerns,



KYLE T. YAMASHITA, Chair



State of Hawaii
House of Representatives
The Twenty-fourth Legislature

1207-08

Record of Votes of the Committee on Economic Development & Business Concerns

Bill/Resolution No.: SB 2826, SD2	Committee Referral: EDB, CPC	Date: 3/11/08		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
EDB Members	Ayes	Ayes (WR)	Nays	Excused
1. YAMASHITA, Kyle T. (C)	✓			
2. WAKAI, Glenn (VC)	✓			
3. BERG, Lyla B., Ph.D.	✓			
4. BROWER, Tom	✓			
5. CHANG, Jerry L.	✓			
6. HANOHANO, Faye P.	✓			
7. HERKES, Robert N.	✓			
8. MANAHAN, Joey	✓			
9. TSUJI, Clift	✓			
10. YAMANE, Ryan I.	✓			
11. CHING, Corinne W.L.				✓
12. MARUMOTO, Barbara C.	✓			
TOTAL (12)	11	0	0	1
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: _____ 				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office				