

March 11, 2010

LATE TESTIMONY

Representative Angus McKelvey, Chair Committee on Ecconomic Revitalization, Business and Military Affairs State Capitol, Room 312 Honolulu, HI 96813

RE: SB2831 Relating to Procurement

Dear Chair McKelvey and Members of the Committee:

I am Karen Nakamura, Chief Executive Officer of the Building Industry Association of Hawaii (BIA-Hawaii). Chartered in 1955, the Building Industry Association of Hawaii is a professional trade organization affiliated with the National Association of Home Builders, representing the building industry and its associates. BIA-Hawaii takes a leadership role in unifying and promoting the interests of the industry to enhance the quality of life for the people of Hawaii.

BIA-Hawaii supports the passage of SB2831, SD1 Relating to Procurement.

This smeasure would make permanent the provisions of Section 8 of Act 175, (2008) relating to HRS 103-32.1 Contract provisions for retainage; subcontractors. Act 175 edited a subsection of HRS 103-32.1 to eliminate a confusion concerning the procedure and amount of subcontractor retention that may be held by the procurement officer on a public works project. Section 8 of 175 clarified the intent of the modifications made to HRS 103-32.1 in 2009. It appears that the provisions of Act 175 are working and should be made permanent.

Thank you for the opportunity to share our views with you.

Karen J. Nakamur Chief Executive Officer

BIA-Hawaii