

STAND. COM. REP. NO.

1162

Honolulu, Hawaii

APR 08 2011

RE: H.B. No. 985
H.D. 2
S.D. 2

Honorable Shan S. Tsutsui
President of the Senate
Twenty-Sixth State Legislature
Regular Session of 2011
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred H.B. No. 985, H.D. 2, 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 authorize the use of a two-step design-build procurement process to procure contracts for public construction projects.

In addition, this measure provides for the payment of a conceptual design fee to qualified offerors who submit a technically responsive design-build proposal but who are not awarded the contract.

Your Committee received comments in support of this measure from Daniel Chun, Government Affairs Chair, American Institute of Architects; John Katahira, P.E., Past-President, American Council of Engineering Companies of Hawaii; Lance M. Inouye, President and Chief Executive Officer, Ralph S. Inouye Co., Ltd.; Douglas B. Lee, P.E., Vice President, Brown and Caldwell; Raymond N. Matasci, P.E., Vice President, Brown and Caldwell; John H. Katahira, President, The Limtiaco Consulting Group; Kenneth Ishizaki, P.E., Executive Vice President, Engineering Concepts, Inc.; Richard M. Moss, P.E., President, Moss Engineering, Inc.; Glen Y. F. Lau, P.E., President, Pacific Geotechnical Engineers, Inc.; Roy K. Yamashiro, P.E., Principal, Consulting Structural Hawaii, Inc.;



Joel Yuen, P.E., President, InSynergy Engineering, Inc.; and
Richard E. Frey, P.E., Vice President, Kennedy/Jenks Consultants.

Your Committee received comments in opposition to this
measure from the Department of Transportation.

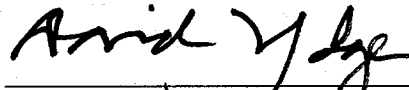
Your Committee received comments on this measure from Aaron
S. Fujioka, Administrator, State Procurement Office.

Your Committee finds that the two-step design-build
procurement process will encourage the selection of the most
qualified contactors to design and construct complex public
infrastructure. In addition, your Committee finds that payment of
a conceptual design fee to qualified offerors will help offset the
costs of preparing a proposal, thus making it possible for smaller
local firms to compete with larger national firms for public
construction contracts.

Your Committee has amended this measure by changing the
effective date to July 1, 2117, to encourage 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 H.B.
No. 985, H.D. 2, S.D. 1, as amended herein, and recommends that it
pass Third Reading in the form attached hereto as H.B. No. 985,
H.D. 2, S.D. 2.

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




DAVID Y. IGE, Chair



The Senate
Twenty-Sixth Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

| Bill / Resolution No.:* | Committee Referral: | Date: | | |
|---|---|---------------------------------------|---------------------|---------|
| HB 985, HD2, SD1 | PGM, WAM | 4-1-11 | | |
| <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 |
| IGE, David Y. (C) | / | | | |
| KIDANI, Michelle N. (VC) | | / | / | |
| CHUN OAKLAND, Suzanne | | / | | |
| DELA CRUZ, Donovan M. | | | | / |
| ENGLISH, J. Kalani | | | | / |
| ESPERO, Will | / | | | |
| FUKUNAGA, Carol | / | | | |
| KIM, Donna Mercado | | | / | |
| KAHELE, Gilbert | / | | | |
| KOUCHI, Ronald D. | / | | | |
| RYAN, Pohai | | / | | |
| TOKUDA, Jill N. | / | / | | |
| WAKAI, Glenn | | / | | |
| SLOM, Sam | | | / | |
| | | | | |
| | | | | |
| | | | | |
| TOTAL | 6 | 3 | 3 | 2 |
| 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