

Honolulu, Hawaii

March 1, 2012

RE: H.B. No. 1969  
H.D. 1

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Sixth State Legislature  
Regular Session of 2012  
State of Hawaii

Sir:

Your Committees on Consumer Protection & Commerce and  
Judiciary, to which was referred H.B. No. 1969, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO CONTRACTS,"

beg leave to report as follows:

The purpose of this measure is to provide for the prompt  
payment of subcontractors and materialmen on government and  
nongovernment projects by:

- (1) Shortening the time in which subcontractors are to  
receive progress and final payments from contractors on  
government and non-government construction projects; and
- (2) Establishing interest penalties for contractors who fail  
to make payment to subcontractors within a specified  
period of time.

The Ironworkers Stabilization Fund and the Hawaii Building  
and Construction Trades Council, AFL-CIO testified in support of  
this measure. The Subcontractors Association of Hawaii testified  
in support of the intent of this measure. The Contractors License  
Board, Department of Design and Construction of the City and  
County of Honolulu, Building Industry Association of Hawaii, and  
General Contractors Association testified in opposition to the  
measure.



As affirmed by the records of votes of the members of your Committees on Consumer Protection & Commerce and Judiciary that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 1969, H.D. 1, and recommend that it pass Third Reading.

Respectfully submitted on  
behalf of the members of the  
Committees on Consumer  
Protection & Commerce and  
Judiciary,



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GILBERT KEITH-AGARAN, Chair



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ROBERT N. HERKES, Chair





