

Honolulu, Hawaii

February 14, 2013

RE: H.B. No. 1374
H.D. 1

Honorable Joseph M. Souki
Speaker, House of Representatives
Twenty-Seventh State Legislature
Regular Session of 2013
State of Hawaii

Sir:

Your Committee on Economic Development & Business, to which was referred H.B. No. 1374 entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

begs leave to report as follows:

The purpose of this measure is to reduce unnecessary spending by:

- (1) Allowing past performance to be factored into the future bid selection of a contractor, including a review of delays, cost overruns, corrective actions, and responses to notices of deficiencies; and
- (2) Including in each bid evaluation a review of assessments from past work performed by a potential contractor and allowing a consideration of assessments of prior work in the awarding of contracts.

The Department of Education, The Pacific Resource Partnership, Hawaii Regional Council of Carpenters, and a concerned individual provided testimony in support of this measure. The Department of Transportation and State Procurement Office provided testimony in opposition.

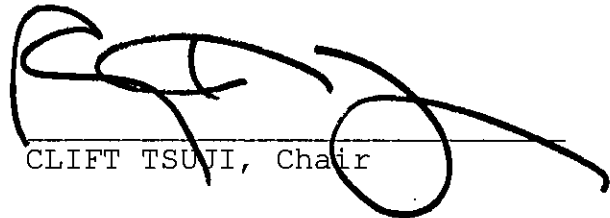
Your Committee has amended this measure by changing its effective date to January 1, 2020, to facilitate further discussion.



Your Committee notes that the Department of Transportation and the State Procurement Office have expressed concerns regarding the proposed changes to the competitive sealed bids method of procurement and that further discussion on this measure is necessary.

As affirmed by the record of votes of the members of your Committee on Economic Development & Business that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1374, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1374, H.D. 1, and be referred to the Committee on Finance.

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



CLIFT TSUJI, Chair



State of Hawaii
House of Representatives
The Twenty-seventh Legislature

HSCR 417

Record of Votes of the Committee on Economic Development & Business

Bill/Resolution No.: HB 1374	Committee Referral: EDB, FIN	Date: 2/8/13		
<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. TSUJI, Clift (C)	✓			
2. WARD, Gene (VC)	✓			
3. BROWER, Tom	✓			
4. CACHOLA, Romy M.		✓		✓
5. CHOY, Isaac W.	✓			
6. OHNO, Takashi	✓			
7. ONISHI, Richard H.K.		✓		
8. TAKAYAMA, Gregg	✓			
9. TOKIOKA, James Kunane				✓
TOTAL (9)	6	1	0	2
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ committee acronym(s) did not support recommendation.				
Vice Chair's or designee's signature: <i>Gene Ward</i>				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				