

STAND. COM. REP. NO. **3506**

Honolulu, Hawaii

APR 08 2016

RE: H.B. No. 2544
H.D. 2
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2016
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred H.B. No. 2544, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO CONSTRUCTION CONTRACTS,"

begs leave to report as follows:

The purpose and intent of this measure is to require the State Procurement Office, in conjunction with the Department of Accounting and General Services, to conduct a comprehensive analysis and review of the Hawaii Public Procurement Code, particularly with regard to the awarding of construction contracts.

Your Committee received written comments in support of this measure from the Building Industry Association of Hawaii. Your Committee received comments on this measure from the State Procurement Office.

Your Committee finds that a comprehensive analysis and review of the Hawaii Public Procurement Code may lead to necessary procurement reforms that ensure more prudent and effective uses of state financial resources.

Your Committee notes that the State Procurement Office estimates that it will cost \$450,000 to fulfill the mandate required by this measure.

HB2544 SD1 SSCR LRB 16-2007-1.doc



Your Committee has amended this measure by:

- (1) Clarifying a reference to a task force established pursuant to Senate Concurrent Resolution No. 92, S.D. 2, Regular Session of 2013; and
- (2) Correcting a reference to Federal Acquisition Regulation Part 36-Construction and Architect-Engineer Contracts.

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. 2544, H.D. 2, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 2544, H.D. 2, S.D. 1.

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

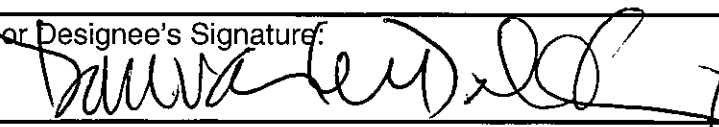


JILL N. TOKUDA, Chair



The Senate
 Twenty-Eighth Legislature
 State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* HB 2544, HD2	Committee Referral: GRO, WAM	Date: 2/28/16		
<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
TOKUDA, Jill N. (C)	/			
DELA CRUZ, Donovan M. (VC)	/			
CHUN OAKLAND, Suzanne	/			
ENGLISH, J. Kalani				/
GALUTERIA, Brickwood	/			
HARIMOTO, Breene				/
INOUYE, Lorraine R.	/			
RIVIERE, Gil	/			
TANIGUCHI, Brian T.	/			
WAKAI, Glenn	/			
SLOM, Sam	/			
TOTAL	9			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