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TESTIMONY
OF
SARAH ALLEN, ADMINISTRATOR
STATE PROCUREMENT OFFICE

TO THE HOUSE COMMITTEE
ON
FINANCE

February 26, 2016, 11:00 A.M

HB 2060 HD 1
RELATING TO PROCUREMENT

Chair Luke, Vice-Chair Nishimoto, and members of the committee, thank you for the opportunity to submit testimony on HB 2060 HD 1. The State Procurement Office (SPO) is in **SUPPORT** of HB 2060, in amending subsection of 103D-205 by clarifying that the Administrator has the authority to perform periodic compliance review of all governmental bodies and shall have the assistance and cooperation from that department or agency.

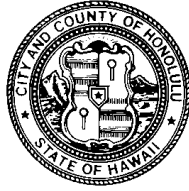
Fairness, open completion, a level playing field, and government disclosure and transparency in procurement and contract process are vital to good government and can only be obtained through consistent compliance to the procurement code.

Procurement is a fundamental mission of government, and amounts to billions of dollars of tax-payer's monies spent every year throughout the State of Hawaii. It is vital to have access to information across CPO jurisdictions to allow for improvement in business analytics, to ultimately determine areas of opportunity to leverage economies of scale and increase cost savings. In addition, transparency in information and options for reviews, raise the level of expectancy in procurement integrity and ethical behavior.

Thank you for the opportunity to testify.

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TESTIMONY OF NELSON H. KOYANAGI, JR.
DIRECTOR OF BUDGET AND FISCAL SERVICES
CITY AND COUNTY OF HONOLULU
BEFORE THE HOUSE COMMITTEE ON FINANCE
11:00 am, February 26, 2016, Conference Room 308

House Bill No. 2060, "Relating to Procurement"

Position: OPPOSITION

TO: The Honorable Sylvia Luke, Chair
and Members of the Committee on Finance

The Department of Budget and Fiscal Services, City and County of Honolulu,
opposes House Bill No. 2060, Relating to Procurement.

The bill is unnecessary since the State's procurement code already allows the policy board to audit executive departments, divisions and agencies to ensure compliance with the State's procurement code.

Mahalo for the opportunity to testify on this bill. Should you have any questions or concerns, please feel free to contact the Department of Budget & Fiscal Services' Division of Purchasing at 808-768-5535 or bfspurchasing@honolulu.gov.