

STAND. COM. REP. NO.

81

Honolulu, Hawaii

February 7, 2017

RE: H.B. No. 1229

H.D. 1

Honorable Joseph M. Souki
Speaker, House of Representatives
Twenty-Ninth State Legislature
Regular Session of 2017
State of Hawaii

Sir:

Your Committee on Labor & Public Employment, to which was referred H.B. No. 1229 entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

begs leave to report as follows:

The purpose of this measure is to increase the efficiency of the public procurement construction bid process by requiring only bids for contracts with a total estimated value of over \$5,000,000 to list subcontractors and joint contractors.

The Department of Budget and Fiscal Services of the City and County of Honolulu, General Contractors Association of Hawaii, and Ralph S. Inouye Co. Ltd. supported this measure. The State Procurement Office; Department of Accounting and General Services; Subcontractors Association of Hawaii; Electrical Contractor's Association of Hawaii; Plumbing and Mechanical Contractors Association of Hawaii; Painting Industry of Hawaii Labor Management Cooperation Trust Fund; Hawaii Tapers Market Recovery Trust Fund; Hawaii Glaziers; Architectural Metal Glassworkers Local Union 1889 AFL-CIO Stabilization Trust Fund; Carpet, Linoleum and Soft Tile Local Union 1926 Market Recovery Trust Fund; and Ironworkers Stabilization Fund opposed this measure.

HB1229 HD1 HSCR LAB HMS 2017-1702



Your Committee has amended this measure by:

- (1) Leaving unspecified, the total estimated contract value amount that would trigger the requirement to list subcontractors and joint contractors in a bid; and
- (2) Changing the effective date to July 1, 2050, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Labor & Public Employment that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1229, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1229, H.D. 1, and be referred to your Committee on Finance.

Respectfully submitted on
behalf of the members of the
Committee on Labor & Public
Employment,



AARON LING JOHANSON, Chair



