

Honolulu, Hawaii

APR 06 2017

RE: H.B. No. 1382  
H.D. 1  
S.D. 1

Honorable Ronald D. Kouchi  
President of the Senate  
Twenty-Ninth State Legislature  
Regular Session of 2017  
State of Hawaii

Sir:

Your Committees on Ways and Means and Judiciary and Labor, to which was referred H.B. No. 1382, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

beg leave to report as follows:

The purpose and intent of this measure is to assist small businesses in the procurement process.

More specifically, the measure:

- (1) Establishes a three-year small business assistance initiative within the State Procurement Office to facilitate the collection and development of relevant data and information and convene stakeholders for the development of an effective small business program, including the development of rules;
- (2) Establishes, as part of the small business assistance initiative:
  - (A) A small business advisory group, which is responsible for meeting regularly and making relevant recommendations;



- (B) The position of small business procurement coordinator within the State Procurement Office; and
  - (C) A small business office within the State Procurement Office; and
- (3) Appropriates unspecified sums from the general revenues of State to assist small business.

The State Procurement Office; Small Business Regulatory Review Board; Office of Veterans' Services, Department of Defense; and Chamber of Commerce Hawaii submitted comments in support of the measure. The American Council of Engineering Companies of Hawaii submitted comments on the measure.

Your Committees find that small businesses are the lifeblood of the State's economy. Your Committees believe that the State's economy would benefit from the creation, development, and implementation of strategies to ensure that small businesses, including businesses owned by veterans, native Hawaiians, and women, are able to effectively participate in small business contracting opportunities. Your Committees also find that the State Procurement Office is able to assist small businesses in obtaining state contracts, a process that may be facilitated by the creation of the small business assistance initiative established by this measure.

Your Committees have amended this measure by:

- (1) Amending its findings and purpose section to conform the citation style to the Hawaii Administrative Rules to recommended drafting conventions and to clarify that multiple relevant rules went into effect in 2007;
- (2) Clarifying that the small business advisory group shall consist of members from agencies, entities and businesses;
- (3) Clarifying how and when the small business advisory group shall submit its recommendations;



- (4) Correcting a reference to section 103D-906, Hawaii Revised Statutes; and
- (5) Making technical nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the records of votes of the members of your Committees on Ways and Means and Judiciary and Labor that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 1382, H.D. 1, as amended herein, and recommend that it pass Third Reading in the form attached hereto as H.B. No. 1382, H.D. 1, S.D. 1.

Respectfully submitted on  
behalf of the members of the  
Committees on Ways and Means  
and Judiciary and Labor,


  
GILBERT S.C. KEITH-AGARAN, Chair

  
JILL N. TOKUDA, Chair



The Senate  
Twenty-Ninth Legislature  
State of Hawai'i

**Record of Votes**  
**Committee on Ways and Means**  
**WAM**

Bill / Resolution No.:*	Committee Referral:	Date:
HB 1382, HD1	GVO/ETT, WAM/SDL	3/20/17
<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)	/	
ENGLISH, J. Kalani		/
GALUTERIA, Brickwood	/	
HARIMOTO, Breene	/	
INOUE, Lorraine R.	/	
KAHELE, Kaiali'i		/
RIVIERE, Gil	/	
SHIMABUKURO, Maile S.L.		/
TANIGUCHI, Brian T.	/	
WAKAI, Glenn	/	
<b>TOTAL</b>	8	3
Recommendation:		
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted		
Chair's or Designee's Signature:		
		
<b>Distribution:</b>		
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency
Goldenrod Committee File Copy		

\*Only one measure per Record of Votes

The Senate  
 Twenty-Ninth Legislature  
 State of Hawai'i

**Record of Votes**  
**Committee on Judiciary and Labor**  
**JDL**

Bill / Resolution No.:* <b>HB1382, HDI</b>	Committee Referral: <b>GVD/ETT, WAM/JDL</b>	Date: <b>3/30/17</b>		
<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
KEITH-AGARAN, Gilbert S.C. (C)	✓			
RHOADS, Karl (VC)	✓			
GABBARD, Mike	✓			
KIM, Donna Mercado	✓			
THIELEN, Laura H.	✓			
<b>TOTAL</b>	<b>5</b>	<b>0</b>	<b>0</b>	<b>0</b>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <i>Karl Rhoads</i>				
<b>Distribution:</b> Original     Yellow     Pink     Goldenrod File with Committee Report     Clerk's Office     Drafting Agency     Committee File Copy				

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