STAND. COM. REP. NO. 465-18

Honolulu, Hawaii

MAR 23 , 2018

RE: S.B. No. 2602

S.D. 1 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2018 State of Hawaii

Sir:

Your Committee on Labor & Public Employment, to which was referred S.B. No. 2602, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

begs leave to report as follows:

The purpose of this measure is to ensure compliance with the State Procurement Code by executive departments, divisions, and agencies. Specifically, this measure requires:

- (1) The State Procurement Policy Board to conduct annual compliance examinations of procurement contracts that are over \$50,000 of at least two executive departments, divisions, or agencies;
- (2) The State Procurement Policy Board to select any department, division, or agency for a compliance examination to ensure compliance with the State Procurement Code; and
- (3) The State Procurement Office to report its findings to the Legislature.

The State Procurement Office supports the intent of this measure.

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Your Committee has amended this measure by:

- (1) Changing the minimum number of executive departments, divisions, or agencies that are required to undergo annual compliance examinations by the State Procurement Policy Board from two to an unspecified number; and
- (2) Changing the effective date to July 1, 2050, to facilitate 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 S.B. No. 2602, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2602, S.D. 1, 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 LINE VOHANSON, Chair

State of Hawaii House of Representatives The Twenty-ninth Legislature

HSCR 1465-18

Record of Votes of the Committee on Labor & Public Employment

	e Referral:	Date:	3/22/2	018
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
LAB Members	Ayes	Ayes (WR)	Nays	Excused
1. JOHANSON, Aaron Ling (C)	1			
2. HOLT, Daniel (VC)	J			
3. EVANS, Cindy				
4. ICHIYAMA, Linda				
5. KEOHOKALOLE, Jarrett	J			
6. YAMASHITA, Kyle T.	J			
7. MATSUMOTO, Lauren Kealohilani	1		and the second s	A A A A A A A A A A A A A A A A A A A
				,
TOTAL (7)	7	D	D	0
The recommendation is: Adopted If joint referral, committee acronym(s) Output Description: Adopted If joint referral, committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				