

STAND. COM. REP. NO.

2530

Honolulu, Hawaii

MAR 01 2018

RE: S.B. No. 3014

S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2018
State of Hawaii

Sir:

Your Committees on Government Operations and Labor, to which was referred S.B. No. 3014 entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

beg leave to report as follows:

The purpose and intent of this measure is to clarify requirements for public works projects for a bidder who is a party to an apprenticeship agreement.

Your Committees received testimony in opposition to this measure from the General Contractors Association of Hawaii and Building Industry Association of Hawaii. Your Committees received comments on this measure from the Associated Builders and Contractors Hawaii Chapter.

Your Committees find that promoting trade apprenticeships are important for the future well-being of the State. Apprenticeships in the trades provide invaluable learning experiences for individuals seeking to better themselves and develop skills for life-long careers. Those who work with apprentices should be incentivized to continue doing so. Accordingly, this measure attempts to incentivize apprenticeships through public works contracts by requiring a governmental body that enters into a public works contract under the procurement code having an estimated value of at least \$250,000 to decrease the bid amount of a bidder by five percent if the bidder is a party to an



apprenticeship agreement registered with the Department of Labor and Industrial Relations for each type of classification that the bidder will list on the certified payroll affidavit to construct the public works.

Your Committees have amended this measure by:


- (1) Clarifying that section 103-55.6, Hawaii Revised Statutes, applies to apprenticeable trades that a bidder will directly employ to construct the public works; and
- (2) Requiring that, prior to the award, the procurement agency shall verify that the apprenticeable trade in which the bidder qualified for the preference is a trade needed to construct the public works project for which the offer is being made.

As affirmed by the records of votes of the members of your Committees on Government Operations and Labor that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 3014, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 3014, S.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on
behalf of the members of the
Committees on Government
Operations and Labor,



JILL N. TOKUDA, Chair



DONNA MERCADO KIM, Chair



The Senate
 Twenty-Ninth Legislature
 State of Hawai'i

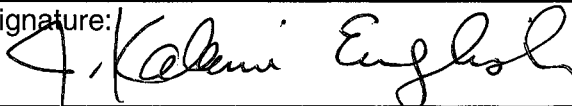
Record of Votes
Committee on Government Operations
GVO

Bill / Resolution No.:* <i>SB 3014</i>	Committee Referral: <i>GVO/LBR</i>	Date: <i>2/8/18</i>		
<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
KIM, Donna Mercado (C)	<i>X</i>			
RUDERMAN, Russell E. (VC)	<i>X</i>			
GALUTERIA, Brickwood	<i>X</i>			
KEITH-AGARAN, Gilbert S.C.				<i>X</i>
RHOADS, Karl	<i>X</i>			
TOTAL	<i>4</i>	<i>0</i>	<i>0</i>	<i>1</i>
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

The Senate
 Twenty-Ninth Legislature
 State of Hawai'i

Record of Votes
Committee on Labor
LBR

Bill / Resolution No.:*	Committee Referral:	Date:		
SB 3014	GVO/LBR	2/8/18		
<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)	✓			
ENGLISH, J. Kalani (VC)	✓			
CHANG, Stanley	✓			
IHARA, Jr., Les	✓			
TANIGUCHI, Brian T.				✓
TOTAL	4			1
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
				
Distribution:				
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency	Goldenrod Committee File Copy	

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