

## GOV. MSG. NO. 1276

### EXECUTIVE CHAMBERS HONOLULU

DAVID Y. IGE GOVERNOR

June 27, 2022

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty-First State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty-First State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 27, 2022, the following bill was signed into law:

SB2387 SD1 HD2 CD1

RELATING TO PROCUREMENT. **ACT 175** 

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

Approved by the Governor

On JUN 2 7 2022

THE SENATE
THIRTY-FIRST LEGISLATURE, 2022
STATE OF HAWAII

ACT 1 7 5 S.B. NO. S.D. 1 H.D. 2 C.D. 1

# A BILL FOR AN ACT

RELATING TO PROCUREMENT.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that one of the guiding
- 2 principles of the Hawaii public procurement code is
- 3 transparency. The main purpose of transparency is to promote
- 4 openness in the procurement process so that all stakeholders
- 5 have access to information about procurement activities. The
- 6 legislature further finds that transparency should not be
- 7 limited to the award of a contract but should also apply to the
- 8 cancellation of a contract solicitation. The legislature
- 9 recognizes that bids and proposals may require considerable
- 10 resources to prepare and submit, and that vendors have the right
- 11 to know the reason that a solicitation was cancelled.
- 12 Accordingly, the purpose of this Act is to require agencies
- 13 to publicly post the justification for cancelling an invitation
- 14 for bids or request for proposals, for a minimum of ten business
- 15 days, on a purchasing agency's website, government electronic
- 16 notification system, or by any other means the procurement
- 17 officer deems effective for publicizing the cancellation notice.



- 1 SECTION 2. Section 103D-308, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "§103D-308 Cancellation of invitations for bids or
- 4 requests for proposals. An invitation for bids, a request for
- 5 proposals, or other solicitation may be canceled, or any or all
- 6 bids or proposals may be rejected in whole or in part as may be
- 7 specified in the solicitation, when it is in the best interests
- 8 of the governmental body [which] that issued the invitation,
- 9 request, or other solicitation, in accordance with rules adopted
- 10 by the policy board. The reasons therefor shall be made part of
- 11 the contract file[-] and be publicly posted, for a minimum of
- 12 ten business days, on a purchasing agency's website, government
- 13 electronic notification system, or by any other means the
- 14 procurement officer deems effective for publicizing the
- 15 cancellation notice."
- 16 SECTION 3. Statutory material to be repealed is bracketed
- 17 and stricken. New statutory material is underscored.
- 18 SECTION 4. This Act shall take effect upon its approval.

S.B. NO. 2387 S.D. 1 H.D. 2 C.D. 1

APPROVED this 27th day of June , 2022

**GOVERNOR OF THE STATE OF HAWAII** 

### THE SENATE OF THE STATE OF HAWAI'I

Date: May 3, 2022 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2022.

President of the Senate

Clerk of the Senate

#### THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 3, 2022 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2022.

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Scott K. Saiki Speaker House of Representatives

Brian L. Takeshita Chief Clerk

W. L. Ille

House of Representatives