

A Bill for an Act Relating to Expenditure of Public Money and Public Contracts.

SECTION 1. Section 103-28, Hawaii Revised Statutes, is amended to read as follows:

“Sec. 103-28 Deposits of legal tender, etc., to accompany bid. All bids shall be accompanied by a deposit of legal tender or by a certificate of deposit, cashier’s check or certified check on a bank that is insured by the Federal Deposit Insurance Corporation, in a sum not less than five per cent of the amount bid, payable at sight to the officer advertising for tenders; provided that when the amount bid exceeds \$50,000, the legal tender, certificate of deposit, cashier’s check or certified check shall be in a sum not less than \$2,500 plus two per cent of the amount in excess of \$50,000. A certificate of deposit, cashier’s check or certified check may be utilized only to a maximum of \$40,000.

A bid deposit for a bid requiring a deposit in excess of \$40,000 shall only be in the form of legal tender or a surety bond conforming to the requirements of section 103-31.”

SECTION 2. Section 102-6, Hawaii Revised Statutes, is amended to read as follows:

“Sec. 102-6 Deposits of legal tender, etc., to accompany bid. All bids shall be accompanied by a deposit of legal tender, or a certificate of deposit, cashier’s check or certified check on a bank that is insured by the Federal Deposit Insurance Corporation, in a sum not less than five per cent of the amount bid, payable at sight to the officer advertising for tenders; provided that when the amount bid exceeds \$50,000, the legal tender, certificate of deposit, cashier’s check or certified check shall be in a sum not less than \$2,500 plus two per cent of the amount in excess of \$50,000. A certificate of deposit, cashier’s check, or certified check may be utilized only to a maximum of \$40,000.

A bid deposit for a bid requiring a deposit in excess of \$40,000 shall only be in the form of legal tender or a surety bond conforming to the requirements of section 103-31.”

SECTION 3. Statutory material to be repealed is bracketed. New material is underscored. In printing this Act, the revisor of statutes need not include the bracketed material and underscoring.*

SECTION 4. This Act shall take effect upon its approval.

(Approved May 12, 1976.)

*Edited accordingly.