

STAND. COM. REP. NO.

990

Honolulu, Hawaii

FEB 28 , 2025

RE: H.B. No. 381
H.D. 1

Honorable Nadine K. Nakamura
Speaker, House of Representatives
Thirty-Third State Legislature
Regular Session of 2025
State of Hawaii

Madame:

Your Committee on Finance, to which was referred H.B. No. 381
entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

begs leave to report as follows:

The purpose of this measure is to increase the procurement
thresholds for small purchases.

Your Committee received testimony in support of this measure
from the Department of Corrections and Rehabilitation; Department
of Transportation; Office of the Mayor of the City and County of
Honolulu; and Honolulu Police Department. Your Committee received
testimony in opposition to this measure from the State Procurement
Office.

Your Committee finds that the existing small purchase dollar
thresholds have not been adjusted since 1997, despite significant
inflation and rising costs of goods, services, and construction.
This measure ensures that state agencies can maintain their
intended purchasing power while preserving efficiency and
competition in the procurement process.

Your Committee has amended this measure by:

2025-2272 HB381 HD1 HSCR HMSO



- (1) Changing the procurement thresholds for small purchases to unspecified amounts; and
- (2) Changing the effective date to July 1, 3000, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 381, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 381, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Finance,



KYLE T. YAMASHITA, Chair



