JOSH B. GREEN, M.D. GOVERNOR KE KIA'ĀINA



BONNIE KAHAKUI ADMINISTRATOR

STATE OF HAWAI'I | KA MOKU'ĀINA O HAWAI'I STATE PROCUREMENT OFFICE

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TESTIMONY OF BONNIE KAHAKUI, ADMINISTRATOR STATE PROCUREMENT OFFICE

TO THE SENATE COMMITTEE ON WAYS AND MEANS

APRIL 4, 2025; 10:46 AM

HOUSE BILL 988, HD1, SD1 RELATING TO PROCUREMENT

Chair Dela Cruz, Vice Chair Moriwaki, and members of the committee, thank you for the opportunity to submit testimony on House Bill 988, HD1, SD1. The State Procurement Office (SPO) strongly supports this bill as it provides clear guidance to purchasing agencies what shall not be disclosed at a debriefing.

The purpose of a debriefing is to explain the purchasing agency's overall ranking of all proposals and provide a summary of the rationale for award(s). During the debriefing, the Procurement Officer shall provide any significant weaknesses or deficiencies in the proposal against the solicitation criteria. The debriefing should not include point-by-point comparisons of the debriefed proposal against those of other offerors.

In order to protect the integrity and fairness of the procurement process, non-disclosure up to the point of contract execution would allow any protest decision by the State Department of Commerce and Consumer Affairs' Office of Administrative Hearings (OAH) to move forward. For example, if the OAH requires the agency to re-evaluate the proposals, and if the proposals were already disclosed at a debriefing, the proposals are no longer "sealed proposals" and the procurement would be compromised.

The SPO respectfully ask that the effective date in Section 4, page 2, line 3, revert to the language, "This Act shall take effect upon its approval."

Thank you for the opportunity to submit testimony on this measure.

EDWIN H. SNIFFEN DIRECTOR KA LUNA HO'OKELE

Deputy Directors Nā Hope Luna Ho'okele DREANALEE K. KALILI TAMMY L. LEE CURT T. OTAGURO ROBIN K. SHISHIDO



STATE OF HAWAI'I | KA MOKU'ĀINA 'O HAWAI'I DEPARTMENT OF TRANSPORTATION | KA 'OIHANA ALAKAU 869 PUNCHBOWL STREET HONOLULU, HAWAII 96813-5097

April 4, 2025 10:46 a.m. State Capitol Conference Room 211 & Videoconference

H.B. 988, H.D. 1, S.D.1 RELATING TO PROCUREMENT

The Senate Committee on Government Operations

The Department of Transportation (DOT) **supports** the bill that prohibits a procurement officer from disclosing a competing offeror's proposal or evaluation score, except the summary of scores, during a debriefing requested by a non-selected offeror; and authorizes the disclosure of a competing offeror's proposal or evaluation score after any protest is resolved and the contract is executed.

Public disclosure of competing proposals — involving proprietary and other confidential information, such as trade secrets and confidential commercial and financial data — prior to final contract execution could foreseeably give an unfair competitive advantage to other proposers in the event discussions were to break down. Concern over this risk could cause proposers to offer up deliberately vague plans or decline to submit proposals altogether. The likely result would be fewer submissions and an increase in the cost of government procurements.

Thank you for the opportunity to provide testimony.

JOSH GREEN, M.D. GOVERNOR KE KIA'ĀINA



KEITH A. REGAN COMPTROLLER KA LUNA HO'OMALU HANA LAULÃ

MEOH-LENG SILLIMAN DEPUTY COMPTROLLER KA HOPE LUNA HO'OMALU HANA LAULĂ

STATE OF HAWAI'I | KA MOKU'ĀINA O HAWAI'I DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES | KA 'OIHANA LOIHELU A LAWELAWE LAULĀ P.O. BOX 119, HONOLULU, HAWAII 96810-0119

WRITTEN TESTIMONY OF KEITH A. REGAN, COMPTROLLER DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES TO THE

COMMITTEE ON WAYS AND MEANS

APRIL 4, 2025, 10:46 A.M. CONFERENCE ROOM 211 AND VIA VIDEOCONFERENCE, STATE CAPITOL

H.B. 988, H.D. 1, S.D. 1

RELATING TO PROCUREMENT

Chair Dela Cruz, Vice Chair Moriwaki, and Members of the Committee, thank you for the opportunity to submit testimony on this measure.

The Department of Accounting and General Services (DAGS) strongly supports

H.B. 988, H.D. 1, S.D. 1 which prohibits a procurement officer from disclosing a

competing offeror's proposal or evaluation score, except the summary of scores, during

a debriefing requested by a non-selected offeror and authorizes the disclosure of a

competing proposal or evaluation score after a protest is resolved and the contract is

executed.

H.B. 988, H.D. 1, S.D. 1 is a DAGS administrative measure which provides clear guidance to purchasing agencies on what shall not be disclosed at a debriefing. DAGS

H.B. 988, H.D. 1, S.D. 1 Page 2

humbly requests that the current effective date language be replaced with "This act shall

take effect upon its approval".

Thank you for the opportunity to provide testimony on this measure.