A BILL FOR AN ACT

RELATING TO PROCUREMENT.

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

- 1 SECTION 1. Chapter 103D, Hawaii Revised Statutes, is
- 2 amended by adding a new section to part VII to be appropriately
- 3 designated and to read as follows:
- 4 "§103D- Defense of a governmental body. (a) If a
- 5 governmental body enters into a contract for construction design
- 6 professional services with a person who is a licensee under
- 7 chapter 464, the contract shall not require the person to defend
- 8 the governmental body, its officers, employees, or agents from
- 9 any liability, damage, loss, or claim, action, or proceeding.
- 10 (b) The contract may require the person to indemnify and
- hold harmless the governmental body, and its officers and
- 12 employees from and against any liability, loss, damage, cost and
- 13 expense, including all reasonable attorneys' fees, and all
- 14 claims, suits, and demands therefor, arising out of or resulting
- 15 from the negligent and other wrongful acts, errors, or omissions
- of the person, the persons' employees, officers, agents, or
- 17 subcontractors in the performance of their professional
- 18 services.

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- 1 (c) Any provision of a contract between a governmental
- 2 body and a person in violation of subsection (a) is contrary to
- 3 the public policy of this State and is void.
- 4 SECTION 2. New statutory material is underscored.
- 5 SECTION 3. This Act shall take effect upon its approval.

INTRODUCED BY:

JAN 2 4 2006

HB 2-594

Report Title:

Procurement; Indemnification; Governmental Body

Description:

Prohibits provisions in governmental procurement contracts that require the contractor to defend the governmental body; allows contracts to require a contractor to indemnify and hold harmless the governmental body.