A BILL FOR AN ACT

RELATING TO PROCUREMENT.

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

SECTION 1. Section 103D-203, Hawaii Revised Statutes, is 1 amended by amending subsection (a) to read as follows: 2 The chief procurement officer for each of the 3 following state entities shall be: 4 The judiciary--the administrative director of the 5 (1) courts; The senate--the president of the senate; (2) 7 The house of representatives -- the speaker of the house (3) 8 of representatives; 9 The office of Hawaiian affairs -- the chairperson of the 10 (4)11 board; The University of Hawaii -- the president of the 12 (5) University of Hawaii; 13 The department of education, excluding the Hawaii 14 (6) public library system -- the superintendent of 15 education; [and] 16

1	(7) The Hawaii health systems corporation—the chief
2	executive officer of the Hawaii health systems
3	corporation; and
4	$\left[\frac{(7)}{(8)}\right]$ The remaining departments of the executive branch
5	of the State and all governmental bodies
6	administratively attached to themthe administrator
7	of the state procurement office of the department of
8	accounting and general services."
9	SECTION 2. Section 103D-305, Hawaii Revised Statutes, is
10	amended to read as follows:
11	"§103D-305 Small purchases; prohibition against parceling
12	Procurements of less than [\$25,000] \$50,000 for goods, services
13	or construction shall be made in accordance with procedures set
14	forth in rules adopted by the policy board that are designed to
15	ensure administrative simplicity and as much competition as is
16	practicable; provided that multiple expenditures shall not be
17	created at the inception of a transaction or project so as to
18	evade the requirements of this chapter; and provided further
19	that procurement requirements shall not be artificially divided
20	or parceled so as to constitute a small purchase under this
21	section."

- 1 SECTION 3. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 4. This Act shall take effect on July 1, 2020.

J.B. 3087 H.O. 2

Report Title:

Hawaii Health Systems Corporation; Procurement

Description:

Gives the Hawaii Health Systems Corporation (HHSC) more autonomy regarding procurement matters by designating the chief executive officer of HHSC as the chief procurement officer. Raises the amount for which a purchase may qualify as a small purchase from \$25,000 to \$50,000. (HB3087 HD2)