A BILL FOR AN ACT

RELATING TO PROCUREMENT.

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

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

| 1 | (/) The Hawall health systems corporation—the chief | |
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| 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." | |

H.B. NO. 3087

- 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 Statutory material to be repealed is bracketed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, 2006.

HB3087, SDI

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. Effective 7/1/06. (SD1)