

STAND. COM. REP. NO. 1652

Honolulu, Hawaii

A-12, 2007

RE: H.R. No. 41  
H.D. 1

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Fourth State Legislature  
Regular Session of 2007  
State of Hawaii

Sir:

Your Committees on Labor & Public Employment and Economic Development & Business Concerns, to which was referred H.R. No. 41 entitled:

"HOUSE RESOLUTION REQUESTING A STUDY ON PUBLIC CONTRACTS,"

beg leave to report as follows:

The purpose of this measure is to request that the Attorney General and the Insurance Commissioner conduct a study on whether state and county government contracts are being awarded to out-of-state contractors to the detriment of Hawaii local contractors.

The Hawaii Ironworkers Stabilization Fund, International Union of Painters and Allied Trades, and the Subcontractors Association of Hawaii testified in support of this measure. The Department of Commerce and Consumer Affairs testified in opposition.

Your committee finds that local contractors have difficulty competing with out-of-state contractors due to various cost drivers in Hawaii that cause local contractor bids to be higher than those of out-of-state contractors. As such, your committee has amended this measure by expanding the scope of the requested study to include an examination of various factors that negatively impact the competitiveness of local contractors such as workers' compensation costs, general excise tax requirements, and unemployment insurance premiums. In addition, your committee finds that the Department of Accounting and General Services is a more

HR41 HD1 HSCR

\*HR41 HD1 HSCR\*

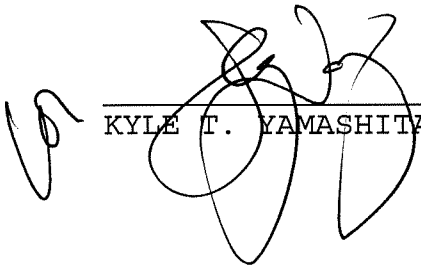
\*HR41 HD1 HSCR\*

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appropriate body to conduct the study than the Insurance commissioner, and has amended this measure accordingly.

As affirmed by the records of votes of the members of your Committees on Labor & Public Employment and Economic Development & Business Concerns that are attached to this report, your Committees concur with the intent and purpose of H.R. No. 41, as amended herein, and recommend that it be referred to the Committee on Finance, in the form attached hereto as H.R. No. 41, H.D. 1.

Respectfully submitted on  
behalf of the members of the  
Committees on Labor & Public  
Employment and Economic  
Development & Business  
Concerns,



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KYLE T. YAMASHITA, Chair

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ALEX M. SONSON, Chair

State of Hawaii  
House of Representatives  
The Twenty-fourth Legislature

HSCR1652

Record of Votes of the Committee on Labor & Public Employment

Bill/Resolution No.: HR 41		Date: 3-30-07		
Committee Referral: LAB/EDB,FTN		<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.		
The recommendation is to: <input type="checkbox"/> Pass, unamended <input checked="" type="checkbox"/> Pass, with amendments <input type="checkbox"/> Hold <input type="checkbox"/> Pass, with amendments, for recommitment for further consideration				
LAB Members	Ayes	Ayes (WR)	Nays	Excused
1. SONSON, Alex M. (C)	✓			
2. NAKASONE, Bob (VC)	✓			
3. EVANS, Cindy				✓
4. HAR, Sharon E.	✓			
5. LEE, Marilyn B.	✓			
6. LUKE, Sylvia				✓
7. McKELVEY, Angus L.K.	✓			
8. NISHIMOTO, Scott Y.	✓			
9. SOUKI, Joseph M.				✓
10. TAKAMINE, Dwight Y.				✓
11. TAKUMI, Roy M.				✓
12. MEYER, Colleen Rose				✓
13. PINE, Kymberly Marcos	✓			
TOTAL	7			2
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s) <i>Bob Nakasone</i> Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Clerk's Office				

State of Hawaii  
House of Representatives  
The Twenty-fourth Legislature

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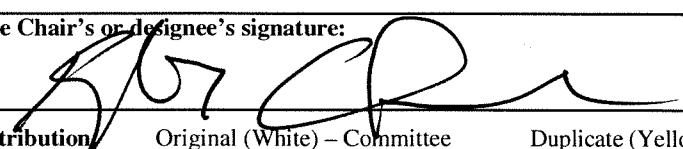
**Record of Votes of the Committee on Economic Development & Business Concerns**

<b>Bill/Resolution No.:</b> <div style="text-align: center;">HR 41</div>		<b>Date:</b> <div style="text-align: center;">March 30, 2007</div>		
<b>Committee Referral:</b> <div style="text-align: center;">LAB/EDB, FIN</div>		<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.		
<b>The recommendation is to:</b> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> <div style="width: 45%;"> <input type="checkbox"/> Pass, unamended  <input type="checkbox"/> Hold         </div> <div style="width: 45%;"> <input checked="" type="checkbox"/> Pass, with amendments  <input type="checkbox"/> Pass, with amendments, for recommittal for further consideration         </div> </div>				
<b>EDB Members</b>	<b>Ayes</b>	<b>Ayes (WR)</b>	<b>Nays</b>	<b>Excused</b>
1. YAMASHITA, Kyle T. (C)	1			
2. WAKAI, Glenn (VC)	1			1
3. BERG, Lyla B., Ph.D.				1
4. BROWER, Tom	1			
5. CHANG, Jerry L.				1
6. HANOHANO, Faye P.	1			
7. HERKES, Robert N.				1
8. MANAHAN, Joey	1			
9. TSUJI, Clift	1			
10. YAMANE, Ryan I.	1			
11. CHING, Corinne W.L.	1			
12. MARUMOTO, Barbara C.	1			
<b>TOTAL</b>	9	1	1	3

**The recommendation is:**      ☒ Adopted  
    ☐ Not Adopted

If joint referral, \_\_\_\_\_ did not support recommendation.  
    committee acronym(s)

**Vice Chair's or designee's signature:**



**Distribution**

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