THE SENATE TWENTY-FIFTH LEGISLATURE, 2010 STATE OF HAWAII S.C.R. NO. 119

FEB 2.6 2010

SENATE CONCURRENT RESOLUTION

REQUESTING THE LEGISLATIVE REFERENCE BUREAU TO STUDY RECENT INTERIM AMENDMENTS TO HAWAII ADMINISTRATIVE RULES RELATING TO CONSTRUCTION CONTRACTS UNDER THE HAWAII PUBLIC PROCUREMENT CODE TO DETERMINE WHETHER THOSE AMENDMENTS ARE CONTRARY TO THE LETTER OR SPIRIT OF THE PROCUREMENT CODE.

1 WHEREAS, the Hawaii Public Procurement Code, codified in 2 chapter 103D, Hawaii Revised Statutes, was designed to create a 3 method of awarding public contracts in a manner that ensures 4 that public moneys are spent in a way that provides the best 5 value for products and services provided by the most qualified 6 offeror; and

8 WHEREAS, the Procurement Policy Board is authorized under 9 section 103D-202, Hawaii Revised Statutes, to adopt interim 10 rules, which are valid for a maximum of eighteen months and are 11 not subject to the notice, hearing, and gubernatorial approval 12 requirements under chapter 91, Hawaii Revised Statutes, the 13 Administrative Procedure Act; and

15 WHEREAS, recent interim amendments to the Hawaii 16 Administrative Rules that address the awarding of public 17 contracts for construction projects may have an effect that is 18 contrary to the intent of the Hawaii Public Procurement Code; 19 and

21 WHEREAS, interim rulemaking actions may result in the award 22 of public contracts to offerors that are not the most qualified 23 to perform the work under the contract or do not provide the 24 best value; and

26 WHEREAS, it is in the interest of equity and fiscal
27 responsibility to study the relevant interim administrative
28 rules to determine if they comply with the letter or spirit of
29 the Hawaii Public Procurement Code; now, therefore,



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1 BE IT RESOLVED by the Senate of the Twenty-fifth Legislature of the State of Hawaii, Regular Session of 2010, the 2 House of Representatives concurring, that the Legislative 3 4 Reference Bureau is requested to study amendments made to the Hawaii Administrative Rules through interim rulemaking actions 5 6 implementing and interpreting the Hawaii Public Procurement Code 7 relating to construction contracts since January 1, 2003, to 8 determine whether those amendments are contrary to the letter or spirit of chapter 103D, Hawaii Revised Statutes; and 9 10 BE IT FURTHER RESOLVED that the Legislative Reference 11 Bureau is requested to study the feasibility and advisability of 12 establishing a mechanism that requires the Procurement Policy 13 Board to provide timely notice to trade unions or trade 14 associations in Hawaii of the adoption of interim rules; and 15 16 BE IT FURTHER RESOLVED that the Legislative Reference 17 Bureau is requested to submit a report of its findings to the 18 Legislature not later than twenty days prior to the convening of 19 the Regular Session of 2011; and 20 21 BE IT FURTHER RESOLVED that the State Procurement Office is 22 23 requested to provide full cooperation and support to the Legislative Reference Bureau; and 24 25 BE IT FURTHER RESOLVED that certified copies of this 26 Concurrent Resolution be transmitted to the Director of the 27 Legislative Reference Bureau, the Comptroller, and the 28 Administrator of the State Procurement Office. 29 30 31 32 hichelle (OFFERED BY: mann SCR SMA.doc