Honolulu, Hawaii

FEB 2 6 2010

RE: S.B. No. 2840 S.D. 2

Honorable Colleen Hanabusa President of the Senate Twenty-Fifth State Legislature Regular Session of 2010 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 2840, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PUBLIC PROCUREMENT,"

begs leave to report as follows:

The purpose of this measure is to require that residents of Hawaii make up at least eighty per cent of the labor force working on certain public works projects and construction procurement contracts.

Your Committee received written comments in support of this measure from the Hawaii Government Employees Association. written comments may be reviewed on the Legislature's website.

Your Committee finds that this measure will level the playing field for Hawaii residents and remedy the negative effects of nonresident employment on public works projects and construction procurement contracts, while preserving contractors' flexibility to employ non-residents when necessary. This measure is substantially related to the State's important goal of reducing unemployment.

Your Committee has amended this measure by:

(1)Requiring contractors to provide written proof of compliance with the labor force requirement, upon request from the procurement officer;

- (2) Changing its effective date to July 1, 2050, to facilitate further discussion of this measure; and
- (3) Making technical, nonsubstantive amendments for the purpose of clarity and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2840, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2840, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DONNA MERCADO KIM, Chair

The Senate Twenty-Fifth Legislature State of Hawaii

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:			Date:		
SB 2840 SD1	LBR/JGD, WAM			2.23.10		
The committee is reconsidering its previous decision on this measure.						
If so, then the previous decision was to:						
The Recommendation is:						
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313						
Members		Aye	Aye (W	R)	Nay	Excused
KIM, Donna Mercado (C)		/		.:		
TSUTSUI, Shan S. (VC)						
CHUN OAKLAND, Suzanne		1				
ENGLISH, J. Kalani		11				
FUKUNAGA, Carol						/
GALUTERIA, Brickwood			sabi			
HEE, Clayton						
HOOSER, Gary L.						
KIDANI, Michelle N.						
KOKUBUN, Russell S.				2.4		
TOKUDA, Jill N.						
HEMMINGS, Fred		-2441				
				24 ZJ		
				No. of the		
TOTAL		9	6	. 228.08	<i>O</i> :	3
Recommendation:						-
Adopted Not Adopted						
Chair's or Designee's Signature:						
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy						

^{*}Only one measure per Record of Votes