STAND. COM. REP. NO. (266-12

Honolulu, Hawaii

March 23 , 2012

RE: S.B. No. 2412

S.D. 2 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Economic Revitalization & Business, to which was referred S.B. No. 2412, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO CONTRACTS,"

begs leave to report as follows:

The purpose of this measure is to implement measures that encourage timely payments to subcontractors for work performed on construction projects and to provide interest penalties for late payments.

The Plumbers and Fitters Union, Local 675; Ironworkers Stabilization Fund; and the Hawaii Building and Construction Trades Council, AFL-CIO supported the measure. The Department of Budget and Fiscal Services of the City and County of Honolulu, Department of Design and Construction of the City and County of Honolulu, Contractors License Board, Hawaii Laborers' Union, Pacific Resource Partnership, Hawaii Laborers-Employers Cooperation and Education Trust, Hawaiian Electric Company, Hawaii Electric Light Company, Maui Electric Company, Building Industry Association of Hawaii, General Contractors Association of Hawaii, and Ralph S. Inouye Co., Ltd., opposed the measure.

Your Committee has amended this measure by changing its effective date to July 1, 2112, to promote further discussion.

As affirmed by the record of votes of the members of your Committee on Economic Revitalization & Business that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2412, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2412, S.D. 2, H.D. 1, and be referred to the Committees on Consumer Protection & Commerce and Judiciary.

Respectfully submitted on behalf of the members of the Committee on Economic Revitalization & Business,

ANGUS L.K. McKELVEY, Chair

State of Hawaii House of Representatives The Twenty-sixth Legislature

Record of Votes of the Committee on Economic Revitalization & Business

Bill/Resolution No. (5542 2734) Committee	ee Referral:	Date:		
SB 2412, SD2 ERB	CPC NU		3/22/	12
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
ERB Members	Ayes	Ayes (WR)	Nays	Excused
1. McKELVEY, Angus L.K. (C)	X			
2. CHOY, Isaac W. (VC)	X			
	=			
3. AWANA, Karen L.	X			
4. BROWER, Tom				
5. EVANS, Cindy	X			
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6. HASHEM, Mark J.	7			

7. NISHIMOTO, Scott Y.	X			
O MOLYOYA I IZ				
8. TOKIOKA, James Kunane	_ Y			
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9. TSUJI, Clift	, r			
10. MARUMOTO, Barbara C.	V			
10. MARCHOTO, Barbara C.				
11. PINE, Kymberly Marcos				
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TOTAL (11)	9		-	2
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				