# 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-102, Hawaii Revised Statutes, is
2	amended by	y amending subsection (b) to read as follows:
3	" (b)	Notwithstanding subsection (a), this chapter shall
4	not apply	to contracts by governmental bodies:
5	(1)	Solicited or entered into before July 1, 1994, unless
6		the parties agree to its application to a contract
7		solicited or entered into prior to July 1, 1994;
8	(2)	To procure fresh meat and produce and animals and
9		plants, for use by any governmental body;
10	[ <del>(2)</del> ]	(3) To disburse funds, irrespective of their source:
11		(A) For grants or subsidies as those terms are
12		defined in section 42F-101, made by the State in
13		accordance with standards provided by law as
14		required by article VII, section 4, of the state
15		constitution; or by the counties pursuant to
16		their respective charters or ordinances;

1	(B)	To make payments to or on behalf of public
2		officers and employees for salaries, fringe
3		benefits, professional fees, or reimbursements;
4	(C)	To satisfy obligations that the State is required
5		to pay by law, including paying fees, permanent
6		settlements, subsidies, or other claims, making
7	,	refunds, and returning funds held by the State as
8		trustee, custodian, or bailee;
9	(D)	For entitlement programs, including public
10		assistance, unemployment, and workers'
11		compensation programs, established by state or
12		federal law;
13	(E)	For dues and fees of organizations of which the
14		State or its officers and employees are members,
15		including the National Association of Governors,
16		the National Association of State and County
17		Governments, and the Multi-State Tax Commission;
18	(F)	For deposit, investment, or safekeeping,
19		including expenses related to their deposit,
20		investment, or safekeeping;
21	(G)	To governmental bodies of the State;

1		(H)	As loans, under loan programs administered by a
2			governmental body; and
3		(I)	For contracts awarded in accordance with chapter
4			103F;
5	[ <del>(3)</del> ]	(4)	To procure goods, services, or construction from
6		a go	vernmental body other than the University of
7		Hawa	ii bookstores, from the federal government, or
8		from	another state or its political subdivision;
9	[ <del>-(4)-</del> ]	<u>(5)</u>	To procure the following goods or services which
10		are a	available from multiple sources but for which
11		proc	urement by competitive means is either not
12	•	prac	ticable or not advantageous to the State:
13		(A)	Services of expert witnesses for potential and
14			actual litigation of legal matters involving the
15			State, its agencies, and its officers and
16			employees, including administrative quasi-
<b>17</b>			judicial proceedings;
18		(B)	Works of art for museum or public display;
19		(C)	Research and reference materials including books,
20			maps, periodicals, and pamphlets, which are
21		•	published in print, video, audio, magnetic, or
22			electronic form;

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1	(D)	Meats and foodstuffs for the Kalaupapa
2		settlement;
3	(E)	Opponents for athletic contests;
4	(F)	Utility services whose rates or prices are fixed
<b>5</b> ,		by regulatory processes or agencies;
6	(G)	Performances, including entertainment, speeches,
7		and cultural and artistic presentations;
8	(H)	Goods and services for commercial resale by the
9		State;
10	(I)	Services of printers, rating agencies, support
11		facilities, fiscal and paying agents, and
12		registrars for the issuance and sale of the
13		State's or counties' bonds;
14	(J)	Services of attorneys employed or retained to
15		advise, represent, or provide any other legal
16		service to the State or any of its agencies, on
17		matters arising under laws of another state or
18		foreign country, or in an action brought in
19		another state, federal, or foreign jurisdiction,
20		when substantially all legal services are
21		expected to be performed outside this State;
22	(K)	Financing agreements under chapter 37D; and

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1		(L)	Any other goods or services which the policy
2			board determines by rules or the chief
3			procurement officer determines in writing is
4			available from multiple sources but for which
5			procurement by competitive means is either not
6			practicable or not advantageous to the State; and
7	[ <del>(5)</del> ]	<u>(6)</u>	Which are specific procurements expressly exempt
8		from	any or all of the requirements of this chapter
9		by:	
10		(A)	References in state or federal law to provisions
11			of this chapter or a section of this chapter, or
12			references to a particular requirement of this
13			chapter; and
14		(B)	Trade agreements, including the Uruguay Round
15			General Agreement on Tariffs and Trade (GATT)
16			which require certain non-construction and non-
17			software development procurements by the
18			comptroller to be conducted in accordance with
19			its terms."
20	SECTI	ION 2.	Section 103D-104.5, Hawaii Revised Statutes, is
21	repealed.		

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1 ["[\$103D-104.5] Agricultural products subject to this chapter. The following agricultural products shall be subject 2 3 to this chapter: 4 (1) Fresh meats and produce; and 5 (2) Animals and plants. Except for the exemptions under section 103D-102(b), no 6 7 exemptions under this chapter shall apply to this section."] 8 SECTION 3. Statutory material to be repealed is bracketed 9 and stricken. New statutory material is underscored. 10 SECTION 4. This Act shall take effect on July 1, 2030, and 11 shall be repealed on June 30, 2024; provided that sections 103D-12 102 and 103D-104.5, Hawaii Revised Statutes, shall be reenacted in the form in which they read on the day before the effective 13

date of this Act.

#### Report Title:

Procurement Code Exemption; Fresh Meat and Produce and Animals and Plants

## Description:

Exempts governmental bodies from the Hawaii Public Procurement Code for fresh meat, produce, animals, and plants. Effective July 1, 2030. Repealed June 30, 2024. (HB1991 HD2)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.