A BILL FOR AN ACT

RELATING TO PUBLIC PROCUREMENT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that vendors who employ
- 2 persons with disabilities provide critical assistance to
- 3 individuals in the community for whom it can be difficult to
- 4 obtain employment. As such, these hiring practices should be
- 5 encouraged with procurement preferences when contracting with
- 6 state government.
- 7 The purpose of this Act is to establish a procurement
- 8 preference for companies bidding on state and county contracts
- 9 that pledge to hire individuals with disabilities.
- 10 SECTION 2. Chapter 103D, Hawaii Revised Statutes, is
- 11 amended by adding a new section to part X to be appropriately
- 12 designated and to read as follows:
- 13 "§103D- Preference for employment of persons with
- 14 disabilities. (a) When a governmental body contracts for
- 15 goods, services, or construction, a preference shall be given to
- 16 a bidder who pledges to hire persons with disabilities; provided

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1	that the persons with disabilities are employed for the duration										
2	of the contract.										
3	(b) The preference amount under subsection (a) shall be										
4	equal to the percentage of individuals who are persons with										
5	disabilities and employed by the bidder and shall be subtracted										
6	from the offer for selection purposes only; provided that:										
7	(1) The preference amount shall not exceed five per cent										
8	of the bid price; and										
9	(2) Part-time employees who are persons with disabilities										
10	shall be counted in proportion to the number of hours										
11	they work in a forty-hour work week.										
12	The percentage of individuals who are persons with										
13	disabilities and employed by a bidder shall be calculated by										
14	dividing the total number of employees with disabilities by the										
15	total number of employees employed or expected to be employed										
16	for the contract, and then multiplying the quotient by one										
17	hundred. The product shall be the amount of the preference,										
18	subject to the limitations established in paragraph (1) and (2).										
19	(c) The department of human services shall:										
20	(1) Certify the eligibility of persons with disabilities;										
21	and										

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1	(2)	Establish a registry of persons with disabilities who						
2		are seeking employment and whom a responsive and						
3		responsible offeror may employ; provided that the						
4		department of human services first obtains the						
5		authorization of the persons before including them in						
6		the registry.						
7	<u>(d)</u>	For purposes of this section, "persons with						
8	disabilit	ies" means an individual who has a physical or mental						
9	impairmen	t that substantially limits one or more major life						
10	activitie	s, including an individual whom the department of						
11	health, department of human services, or a physician or							
12	osteopath	ic physician licensed under chapter 453 determines to						
13	be disabl	ed.						
14	<u>(e)</u>	The policy board shall adopt rules under chapter 91 to						
15	establish	procedures consistent with this section."						
16	SECT	ION 3. The department of accounting and general						
17	services	shall submit a detailed report on the procurement and						
18	hiring pr	actices established by this Act to the legislature no						
19	later tha	n twenty days prior to the convening of the regular						
20	session o	f 2017, and annually thereafter.						

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1	SECTION	4.	There	is	appropriated	out	of	the	general

- 2 revenues of the State of Hawaii the sum of \$ or so
- 3 much thereof as may be necessary for fiscal year 2016-2017 for
- 4 the department of human services to establish a registry of
- 5 persons with disabilities for employment purposes pursuant to
- 6 this Act.
- 7 The sum appropriated shall be expended by the department of
- 8 human services for the purposes of this Act.
- 9 SECTION 5. New statutory material is underscored.
- 10 SECTION 6. This Act shall take effect on July 1, 2016.

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INTRODUCED BY: Trans Chun agrind
Mill

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S.B. NO. **2209**

Report Title:

Procurement Code; Employment Preference; Persons with Disabilities; Appropriation

Description:

Establishes a preference to bidders who employ persons with disabilities. Appropriates funds.

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