H.B. NO. 878

A BILL FOR AN ACT

RELATING TO CONTRACTORS.

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

1	SECTION 1. Section 444-2, Hawaii Revised Statutes, is		
2	amended to read as follows:		
3	"§44	4-2 Exemptions. This chapter shall not apply to:	
4	(1)	Officers and employees of the United States, the	
5		State, or any county while in the performance of their	
6		governmental duties;	
7	(2)	Any person acting as a receiver, trustee in	
8		bankruptcy, personal representative, or any other	
9		person acting under any order or authorization of any	
10		court;	
11	(3)	A person who sells or installs any finished products,	
12		materials, or articles of merchandise that are not	
13		actually fabricated into and do not become a permanent	
14		fixed part of the structure, or to the construction,	
15		alteration, improvement, or repair of personal	
16		property;	



1

Page 2

H.B. NO. 838

1 (4) Any project or operation for which the aggregate 2 contract price for labor, materials, taxes, and all 3 other items is not more than \$1,000. This exemption 4 shall not apply in any case where a building permit is 5 required regardless of the aggregate contract price, nor where the undertaking is only a part of a larger 6 7 or major project or operation, whether undertaken by 8 the same or a different contractor or in which a 9 division of the project or operation is made in 10 contracts of amounts not more than \$1,000 for the 11 purpose of evading this chapter or otherwise; 12 (5) A registered architect or professional engineer acting 13 solely in the person's professional capacity; 14 (6) Any person who engages in the activities regulated in 15 this chapter as an employee with wages as the person's 16 sole compensation; 17 Owner-builders exempted under section 444-2.5; (7) 18 Any joint venture if all members thereof hold licenses (8) 19 issued under this chapter; 20 (9) Any project or operation where it is determined by the 21 board that less than ten persons are qualified to



2

H.B. NO. 858

1		perform the work in question and that the work does		
2		not pose a potential danger to public health, safety,		
3		and welfare; [or]		
4	(10)	Any public works project that requires additional		
5		qualifications beyond those established by the		
6		licensing law and which is deemed necessary and in the		
7		public interest by the contracting $agency[-]$; or		
8	(11)	Any eleemosynary organization that has been certified		
9		to be tax exempt under sections 501(c)(1) or 501(c)(3)		
10		of the Internal Revenue Code of 1986, as amended, and		
11		intends to engage in a public works project or		
12		operation; provided that:		
13		(A) The board determines that:		
14		(i) The project or operation does not pose a		
15		potential danger to the public health,		
16		safety, or welfare; and		
17		(ii) The organization has performed the same or		
18		substantially similar projects or operations		
19		for at least ten consecutive years; and		



3



1	<u>(B)</u>	The procurer of the contract deems the project or
2		operation to be necessary and in the public
3		interest."
4	SECTION 2	. Statutory material to be repealed is bracketed
5	and stricken.	New statutory material is underscored.
6	SECTION 3	. This Act shall take effect upon its approval.
7		
		INTRODUCED BY: Jan anas

Firdedi

JAN 2 2 2019



H.B. NO. 838

Report Title:

Contractors; Eleemosynary Organizations

Description:

Exempts an eleemosynary organization that meets certain conditions from the requirement of licensure as a contractor.

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

