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 "§444-2 Exemptions. This chapter shall not apply to: Officers and employees of the United States, the 4 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;

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| 1 | (4) | Any project or operation for which the aggregate |
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| 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, |
| 6 | | nor where the undertaking is only a part of a larger |
| 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 | (7) | Owner-builders exempted under section 444-2.5; |
| 18 | (8) | Any joint venture if all members thereof hold licenses |
| 19 | | issued under this chapter; |
| 20 | (9) | Any project or operation where it is determined by the |

board that less than ten persons are qualified to

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| 1 | | perform the work in question and that the work does |
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| 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 public health, safety, |
| 16 | | 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 |

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| 1 | (B) | The procurer of the contract deems the project or |
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| 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 on January 1, 2050. |

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Report Title:

Contractors; Eleemosynary Organizations

Description:

Exempts an eleemosynary organization that meets certain conditions from licensure and other requirements of a contractor. (HB838 HD1)

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