STAND. COM. REP. NO.

Honolulu, Hawaii , 2021 MAR 19

S.B. No. 789 RE: S.D. 2

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Government Reform, to which was referred S.B. No. 789, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

begs leave to report as follows:

The purpose of this measure is to:

- Authorize a special procurement process to address new (1) or unique state requirements or to procure new technologies or public-private partnerships;
- Require the Procurement Policy Board to establish rules (2)by December 31, 2021, for the special procurement process; and
- (3) Require the head of a purchasing agency to:
 - (A) Prepare a procurement plan and submit the plan to the Attorney General or Corporation Counsel for review; and
 - (B) Electronically post all contracts awarded through the special procurement process, with each award posted within seven days of its contract award and for at least one year.

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Your Committee received testimony in support of this measure from the Department of Transportation. Your Committee received comments on this measure from the Department of Accounting and General Services and State Procurement Office.

Your Committee finds that employing new and innovative ways of maintaining and improving state services and infrastructure while ensuring the prudent and cost-effective expenditure of public monies are important, particularly during economically challenging times. Your Committee further finds that providing the State with greater flexibility when procuring certain goods and services will allow the State to address unique situations in an appropriate and timely manner.

As affirmed by the record of votes of the members of your Committee on Government Reform that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 789, S.D. 2, and recommends that it pass Second Reading and be referred to your Committee on Consumer Protection & Commerce.

> Respectfully submitted on behalf of the members of the Committee on Government Reform,

ANGUS L.K. McKELVEY, Chair

State of Hawaii

House of Representatives The Thirty-first Legislature

Record of Votes of the Committee on Government Reform

Bill/Resolution No.: SB789 SD2 GVR CPC FIN 3-17-21				
□ 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)				
GVR Members	Ayes	Ayes (WR)	Nays	Excused
1. McKELVEY, Angus L.K. (C)				
2. WILDBERGER, Tina (VC)	Z			
3. CULLEN, Ty J.K.	7			
4. ELI, Stacelynn K.M.				~
5. ICHIYAMA, Linda				~
6. MIZUNO, John M.				
7. WOODSON, Justin H.				
8. YAMASHITA, Kyle T.				
	7			
9. WARD, Gene				
			~	
TOTAL (9) The recommendation is: Adopted	Not Adopt	ed	Ø	2
If joint referral, did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				