DAVID Y. IGE GOVERNOR

June 27, 2022

EXECUTIVE CHAMBERS

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty-First State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty-First State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 27, 2022, the following bill was signed into law:

SB3372 SD1 HD2 CD1

RELATING TO PUBLIC PROCUREMENT. **ACT 180**

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

THE SENATE THIRTY-FIRST LEGISLATURE, 2022 STATE OF HAWAII ACT 180 S.B. NO. S.D. 1 H.D. 2 C.D. 1

A BILL FOR AN ACT

RELATING TO PUBLIC PROCUREMENT.

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

1	SECTION 1	. Section 103D-707, Hawaii Revised Statutes, is
2	amended to rea	d as follows:
3	"§103D-70	7 Remedies after an award. (a) If after an
4	award it is de	termined that a solicitation or award of a
5	contract is in	violation of law, then:
6	(1) If t	he person awarded the contract has not acted
7	frau	dulently or in bad faith:
8	(A)	The contract may be ratified and affirmed, or
9		modified; provided that it is determined that
10		doing so is in the best interests of the State;
11		or
12	· (B)	The contract may be terminated and the person
13		awarded the contract shall be compensated for the
14		actual expenses, other than attorney's fees,
15		reasonably incurred under the contract, plus a
16		reasonable profit, with such expenses and profit
17		calculated not for the entire term of the
18		contract but only to the point of termination;

S.B. NO. S.D. 1

1	(2)	If the person awarded the contract has acted
2		fraudulently or in bad faith:
3		(A) The contract may be declared null and void; or
4		(B) The contract may be ratified and affirmed, or
5		modified, if the action is in the best interests
6		of the State, without prejudice to the State's
7		rights to such damages as may be appropriate.
8	(b)	If the award of the contract was made in violation of
9	law, and	the award is rescinded and the contract, if executed,
10	is termin	ated or declared null and void, then:
11	(1)	For solicitations issued pursuant to section 103D-302,
12		the contract may be awarded to the next lowest
13		responsive and responsible bidder; provided that all
14		prices remain the same as originally bid; or
15	(2)	For solicitations issued pursuant to section 103D-303,
16		the contract may be awarded to the next responsive and
17		responsible offeror whose proposal is determined in
18		writing to be the next most advantageous, taking into
19		consideration the evaluation factors set forth in the
20		solicitation; provided that all prices remain the same
21		as originally offered."

- 1 SECTION 2. New statutory material is underscored.
- 2 SECTION 3. This Act shall take effect on July 1, 2022.

3372 S.D. 1 H.D. 2 S.B. NO. C.D. 1

APPROVED this 27th day of June , 2022

GOVERNOR OF THE STATE OF HAWAII

THE SENATE OF THE STATE OF HAWAI'I

Date: May 3, 2022 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2022.

President of the Senate

Clerk of the Senate

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 3, 2022 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2022.

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Scott K. Saiki Speaker House of Representatives

This I letter

Brian L. Takeshita

Chief Clerk

House of Representatives