S.B. NO. $^{1129}_{S.D. 2}$

A BILL FOR AN ACT

RELATING TO PROCUREMENT.

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

1	SECT	ION 1. Section 103-53, Hawaii Revised Statutes, is
2	amended b	y amending subsection (e) to read as follows:
3	"(e)	This section shall not apply to:
4	(1)	Any procurement of less than $[\frac{25,000}{50,000}]$ or that
5		is considered a small purchase under section 103D-305
6		and any state or county department contract of less
7		than [\$25,000;] <u>\$50,000;</u>
8	(2)	Emergency purchases for the procurement of goods,
9		services, or construction under section 103D-307 or an
10		emergency or disaster under chapter 127A;
11	(3)	Grants disbursed by a state agency pursuant to chapter
12		42F or in accordance with standards provided by law as
13		required by article VII, section 4, of the state
14		constitution, or made by the counties pursuant to
15		their respective charters or ordinances;
16	(4)	Contracts or agreements between government agencies;
17	(5)	Contracts or agreements to disburse funds:



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1	(A)	To make payments to or on behalf of public
2		officials, officers, and employees for salaries,
3		fringe benefits, professional fees, and
4		reimbursements;
5	(B)	To satisfy obligations required to be paid by
6		law, including fees, judgments, settlements, and
7		other payments for resolving claims;
8	(C)	To make refunds or return funds held by the State
9		or county as trustee, custodian, or bailee;
10	(D)	For entitlement programs, including public
11		assistance, unemployment, and workers'
12		compensation programs, established by state or
13		federal law;
14	(E)	For deposit, investment, or safekeeping,
15		including sums to pay expenses related to their
16		deposit investment, or safekeeping;
17	(F)	For loans under government-administered loan
18		programs; or
19	(G)	To make periodic, recurring payments for utility
20		services;

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(6) Rent for the use or occupation of the premises and 1 facilities at Aloha Stadium, the convention center, or 2 any other state or county large spectator events 3 4 facility; and 5 (7) Contracts or agreements of the Hawaii health systems corporation and its regional system boards." 6 7 SECTION 2. Section 103D-305, Hawaii Revised Statutes, is amended by amending subsection (c) to read as follows: 8 9 "(c) Procurements of [\$25,000] \$50,000 to less than 10 \$250,000 shall be made in accordance with small purchase 11 procedures; provided that [such] these small purchase 12 procurements shall be conducted through an electronic system 13 [shall be required.]; provided further that any of these small 14 purchase procurements for construction shall comply with section 15 103D-302(b)." 16 SECTION 3. Statutory material to be repealed is bracketed 17 and stricken. New statutory material is underscored. 18 SECTION 4. This Act shall take effect on July 1, 2112.



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Report Title:

Department of Accounting and General Services; Procurement Threshold; Small Purchases

Description:

Raises the procurement threshold for small purchases to \$50,000. Effective 7/1/2112. (SD2)

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

