A BILL FOR AN ACT

RELATING TO PROCUREMENT.

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

1 Section 103-53, Hawaii Revised Statutes, is 2 amended by amending subsection (e) to read as follows: 3 "(e) This section shall not apply to: (1) Any procurement of less than [\$25,000] \$50,000 or that 5 is considered a small purchase under section 103D-305 and any state or county department contract of less 7 than [\$25,000;] \$50,000; 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 Grants disbursed by a state agency pursuant to chapter (3) 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:

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:

1	(6)	Rent for the use of occupation of the premises and
2		facilities at Aloha Stadium, the convention center, or
3		any other state or county large spectator events
4		facility; and
5	(7)	Contracts or agreements of the Hawaii health systems
6		corporation and its regional system boards."
7	SECT	ION 2. Section 103D-305, Hawaii Revised Statutes, is
8	amended b	y amending subsection (c) to read as follows:
9	"(c)	Procurements of $[\$25,000]$ $\$50,000$ to less than
10	\$250,000	shall be made in accordance with small purchase
11	procedure	s; provided that [such] these small purchase
12	procureme	nts 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	SECT	ION 3. Statutory material to be repealed is bracketed
17	and stric	ken. New statutory material is underscored.
18	SECT	ION 4. This Act shall take effect on July 1, 2112.

S.B. NO. 5129 S.D. 2

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)

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