

GOV. MSG. NO. 1251

EXECUTIVE CHAMBERS KE KE'ENA O KE KIA'ĀINA

JOSH GREEN, M.D. GOVERNOR KE KIA'ĀINA

July 1, 2024

The Honorable Ronald D. Kouchi President of the Senate, and Members of the Senate Thirty-Second State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Scott K. Saiki Speaker, and Members of the House of Representatives Thirty-Second 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 July 1, 2024, the following bill was signed into law:

SB2070 SD1 HD1 CD1

RELATING TO THE DEPARTMENT OF EDUCATION. **ACT 150**

Sincerely,

Green M.D.

Josh Green, M.D. Governor, State of Hawai'i

on



THE SENATE THIRTY-SECOND LEGISLATURE, 2024 STATE OF HAWAII S.B. NO. ²⁰⁷⁰ S.D. 1 H.D. 1

A BILL FOR AN ACT

RELATING TO THE DEPARTMENT OF EDUCATION.

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

1 SECTION 1. The legislature finds that career and technical 2 education utilizes a wide range of activities and equipment to 3 provide students with industry-based skills and makes academic 4 content accessible to students in a hands-on context. Examples 5 of career and technical education equipment include anatomy 6 tables, flight simulators, and welding simulators. These types 7 of equipment allow for student learning simulations that can be 8 too expensive or not pragmatic for students to perform in a 9 regular classroom setting. While students are encouraged to 10 explore career options and acquire the technical skills and 11 knowledge to work toward industry-recognized certifications and 12 high-demand careers, lack of access to these types of equipment 13 are severely limiting students in the degree to which they can 14 acquire these technical skills and knowledge, requiring them to 15 wait to gain those skills upon employment or in other secondary 16 licensure programs after high school.

17 The legislature further finds that in the department of 18 education's State of Hawaii Public Education 2023-2029 Strategic 2024-2608 SB2070 CD1 SMA-1.docx 1 Page 2

1 Plan, one of the stated goals is that all students graduate high 2 school prepared for college, career success, and community and 3 civic engagement. One avenue to achieve this goal is through 4 expanding work-based learning experiences that are often offered 5 through career and technical education. As educational teaching 6 tools have become more advanced, they have also become 7 increasingly expensive to procure, with long lead times for 8 delivery.

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9 The legislature also finds that despite the advantages and 10 opportunities that these pieces of equipment can provide, the 11 process to procure them can be lengthy, complicated, and can 12 deter schools from purchasing them. Books and maps are exempted 13 from the Hawaii public procurement code as it is not 14 advantageous to the State to procure these materials by 15 competitive means. In a similar manner, career and technical 16 education equipment should be exempt, as procurement by 17 competitive means is adversely affecting the opportunities for 18 students to acquire technical skills and knowledge.

19 The purpose of this Act is to exempt from the Hawaii public
20 procurement code educational materials and related training for
21 direct student instruction in career and technical education

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programs within the department of education, subject to certain
 conditions.

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3 SECTION 2. Section 103D-102, Hawaii Revised Statutes, is 4 amended by amending subsection (b) to read as follows: 5 "(b) Notwithstanding subsection (a), this chapter shall 6 not apply to contracts by governmental bodies: 7 Solicited or entered into before July 1, 1994, unless (1)8 the parties agree to its application to a contract 9 solicited or entered into prior to July 1, 1994; 10 (2) To disburse funds, irrespective of their source: 11 (A) For grants as defined in section 42F-101, made by 12 the State in accordance with standards provided 13 by law as required by article VII, section 4, of 14 the state constitution; or by the counties 15 pursuant to their respective charters or 16 ordinances; 17 (B) To make payments to or on behalf of public

18 officers and employees for salaries, fringe
19 benefits, professional fees, or reimbursements;
20 (C) To satisfy obligations that the State is required
21 to pay by law, including paying fees, permanent

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1			settlements, subsidies, or other claims, making
2			refunds, and returning funds held by the State as
3			trustee, custodian, or bailee;
4		(D)	For entitlement programs, including public
5			assistance, unemployment, and workers'
6			compensation programs, established by state or
7		•	federal law;
8		(E)	For dues and fees of organizations of which the
9			State or its officers and employees are members,
10			including the National Association of Governors,
11			the National Association of State and County
12	• •		Governments, and the Multi-State Tax Commission;
13		(F)	For deposit, investment, or safekeeping,
14			including expenses related to their deposit,
15			investment, or safekeeping;
16		(G)	To governmental bodies of the State;
17		(H)	As loans, under loan programs administered by a
18			governmental body; and
19		(I)	For contracts awarded in accordance with chapter
20			103F;

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(3) To procure goods, services, or construction from a
 governmental body other than the [University]
 <u>university</u> of Hawaii bookstores, from the federal
 government, or from another state or its political
 subdivision;

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- 6 (4) To procure the following goods or services [which]
 7 <u>that</u> are available from multiple sources but for which
 8 procurement by competitive means is either not
 9 practicable or not advantageous to the State:
- 10 (A) Services of expert witnesses for potential and
 11 actual litigation of legal matters involving the
 12 State, its agencies, and its officers and
 13 employees, including administrative quasi14 judicial proceedings;
- (B) Works of art for museum or public display;
 (C) Research and reference materials including books,
- maps, periodicals, and pamphlets, which are
 published in print, video, audio, magnetic, or
 electronic form;
- 20 (D) Meats and foodstuffs for the Kalaupapa21 settlement;

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· _ ·	
(E)	Opponents for athletic contests;
(F)	Utility services whose rates or prices are fixed
	by regulatory processes or agencies;
(G)	Performances, including entertainment, speeches,
	and cultural and artistic presentations;
(H)	Goods and services for commercial resale by the
	State;
(I)	Services of printers, rating agencies, support
	facilities, fiscal and paying agents, and
	registrars for the issuance and sale of the
	State's or counties' bonds;
(J)	Services of attorneys employed or retained to
	advise, represent, or provide any other legal
	service to the State or any of its agencies, on
	matters arising under laws of another state or
	foreign country, or in an action brought in
	another state, federal, or foreign jurisdiction,
	when substantially all legal services are
	expected to be performed outside [this] the
	State;
(K)	Financing agreements under chapter 37D; [and]
	(F) (G) (H) (I)

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1		<u>(L)</u>	Iducat	cional materials and related training for				
2		direct student instruction in career and						
3	ł	<u>t</u>	technical education programs as defined in					
4		<u></u>	sectio	on 302A-101, including supplies, implements,				
5		<u>t</u>	cools,	, machinery, electronic devices, or other				
6		Ç	joods	purchased by the department of education;				
7	•	I	provided that:					
8		-	<u>(i)</u> <u>1</u>	The department of education shall acquire				
9			t	three written quotes for purchases that				
10			Ē	exceed \$100,000 made pursuant to this				
11			2	subparagraph;				
12		(:	<u>i)</u> A	Awards over \$2,500 shall comply with section				
13			<u>1</u>	103D-310(c); and				
14		<u>(i</u> :	<u>li)</u> A	Awards over \$500,000 shall be approved by				
15			t	the superintendent of education; and				
16		[(L)]	<u>(M)</u> A	Any other goods or services [which] <u>that</u> the				
17]	policy	y board determines by rules or the chief				
18		ſ	procur	rement officer determines in writing is				
19		i	availa	able from multiple sources but for which				
20		.]	procui	rement by competitive means is either not				
21]	practi	icable or not advantageous to the State; and				

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(5) [Which] That are specific procurements expressly exempt from any or all of the requirements of this chapter by:

- 4 (A) References in state or federal law to provisions
 5 of this chapter or a section of this chapter, or
 6 references to a particular requirement of this
 7 chapter; and
- 8 (B) Trade agreements, including the Uruguay Round
 9 General Agreement on Tariffs and Trade (GATT)
 10 [which], that require certain non-construction
 11 and non-software development procurements by the
 12 comptroller to be conducted in accordance with
 13 its terms."

14 SECTION 3. Statutory material to be repealed is bracketed15 and stricken. New statutory material is underscored.

16 SECTION 4. This Act shall take effect upon its approval; 17 provided that on July 1, 2027, this Act shall be repealed and 18 section 103D-102(b), Hawaii Revised Statutes, shall be reenacted 19 in the form in which it read on the day prior to the effective 20 date of this Act.

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APPROVED this

1st day of

, 2024

July

Yrenh,

GOVERNOR OF THE STATE OF HAWAI'I

THE SENATE OF THE STATE OF HAWAI'I

Date: May 1, 2024 Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate

of the Thirty-Second Legislature of the State of Hawai'i, Regular Session of 2024.

President of the Senate

Clerk of the Senate

SB No. 2070, SD 1, HD 1, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 1, 2024 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Second Legislature of the State of Hawaii, Regular Session of 2024.

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Scott K. Saiki Speaker House of Representatives

Wi Li lette

Brian L. Takeshita Chief Clerk House of Representatives