

JAN 19 2024

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# A BILL FOR AN ACT

RELATING TO PROCUREMENT.

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

1           SECTION 1. Section 103D-709, Hawaii Revised Statutes, is  
2 amended by amending subsection (e) to read as follows:

3           "(e) The party initiating a proceeding falling within  
4 subsection (d) shall pay to the department of commerce and  
5 consumer affairs a cash or protest bond in the amount of one per  
6 cent of the estimated value of the contract.

7           ~~[If the initiating party prevails in the administrative~~  
8 ~~proceeding, the]~~ The cash or protest bond shall be returned to  
9 that party[. — If], minus administrative costs as determined by  
10 the office of administrative hearings of the department of  
11 commerce and consumer affairs; provided that full forfeiture of  
12 the cash or protest bond shall occur if the initiating party  
13 does not prevail in the administrative proceeding[7] and the  
14 office of administrative hearings finds that the appeal was  
15 frivolous or made in bad faith, in which case the cash or  
16 protest bond shall be deposited into the general fund."



1 SECTION 2. Statutory material to be repealed is bracketed  
2 and stricken. New statutory material is underscored.

3 SECTION 3. This Act shall take effect upon its approval.

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INTRODUCED BY: \_\_\_\_\_

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# S.B. NO. 2827

**Report Title:**

Hawaii Public Procurement Code; Administrative Proceedings for Review; Cash or Protest Bond; Return to Party; Forfeiture

**Description:**

Requires cash or protest bonds to be returned to the initiating parties, minus administrative costs as determined by the Office of Administrative Hearings of the Department of Commerce and Consumer Affairs, except in cases where the appeal was frivolous or made in bad faith.

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

