## A BILL FOR AN ACT

RELATING TO THE UNIVERSITY OF HAWAII.

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

- 1 SECTION 1. The legislature finds that University of Hawaii
- 2 research and training contracts and grants contribute over
- 3 \$200,000,000 annually to Hawaii's economy and create workforce
- 4 opportunities throughout the State. The university's flagship
- 5 campus, the University of Hawaii at Manoa, is an internationally
- 6 recognized, Carnegie R1 research institution.
- 7 The legislature further finds that the effective and
- 8 efficient accomplishment of the University of Hawaii's sponsored
- 9 research and training activities is a matter of statewide
- 10 concern. Therefore, the purpose of this Act is to sustain the
- 11 University of Hawaii's research excellence by exempting certain
- 12 contracts involving research and training from the Hawaii public
- 13 procurement code. The exemption will enable the University to
- 14 handle its own affairs should the research corporation of the
- 15 University of Hawaii carry out its strategic plan to diversify
- 16 the corporation's customer base.

1	SECT	ION 2. Section 103D-102, Hawaii Revised Statutes, is
2	amended by	y amending subsection (c) to read as follows:
3	"(c)	Notwithstanding subsection (a), this chapter shall
4	not apply	to contracts made by:
5	(1)	Any regional system board of the Hawaii health systems
6		corporation; [ex]
7	(2)	The Kahoʻolawe island reserve commission, except as
8		provided by section 6K-4.5[-]; or
9	<u>(3)</u>	The University of Hawaii or the board of regents of
10		the University of Hawaii; provided that the contracts
11		involve research and training and are procured using
12		grant moneys received for research and training or
13		moneys expended from the University of Hawaii research
14		and training revolving fund pursuant to section 304A-
15		2253, in direct support of research and training."
16	SECT	ION 3. Section 304A-105, Hawaii Revised Statutes, is
17	amended by	y amending subsection (b) to read as follows:
18	" (b)	The board of regents shall develop internal policies
19	and proced	dures for the procurement of goods[-] and services,
20	[ <del>and cons</del>	truction, consistent with the powers of the board set

forth in section 304A-2672, and the goals of public

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- 1 accountability and public procurement practices, subject to
- 2 chapter 103D[-]; provided that the board of regents shall
- 3 develop internal policies and procedures exempt from chapter
- 4 103D only for the procurement of goods and services for research
- 5 and training, and research and training revolving fund moneys
- 6 expended in direct support of research and training; provided
- 7 further that the president of the University may delegate
- 8 procurement authority for research and training to the vice
- 9 president for research and innovation."
- 10 SECTION 4. The board of regents of the University of
- 11 Hawaii shall submit reports to the legislature no later than
- 12 twenty days prior to the convening of the regular sessions
- 13 of and , which shall include but not be limited to
- 14 the following:
- 15 (1) A description of the University of Hawaii's internal
- policies and procurement process;
- 17 (2) A description of the University of Hawaii's internal
- 18 procedures for handling protests of solicitation or
- awards of contract, if different from the procedures
- 20 described in chapter 103D, Hawaii Revised Statutes;

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(3)	A description and summary of any protests or
	litigation that have arisen since the effective date
	of this Act; and
(4)	A list of research contracts and grants and training
	contracts and grants exempt from chapter 103D, Hawaii
	Revised Statutes.
SECT	TON 5. This Act does not affect rights and duties that
matured,	penalties that were incurred, and proceedings that were
begun bef	ore its effective date.
SECT	ION 6. Statutory material to be repealed is bracketed
and stric	ken. New statutory material is underscored.
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SECTION 7. This Act shall take effect on July 1, 2023.

## Report Title:

University of Hawaii; Research; Training; Contracts; Grants; Procurement; Research and Training Revolving Fund; Exemption; Reports

## Description:

Exempts the University of Hawaii and the University's Board of Regents from the Hawaii Public Procurement Code for certain contracts involving research and training. Repeals the requirement that the Board of Regents develop internal policies and procedures for the procurement of construction. Requires the Board of Regents to develop internal policies and procedures exempt from chapter 103D, Hawaii Revised Statutes, solely for the procurement of goods and services for research and training and moneys expended from the Research and Training Revolving Fund in support thereof. Authorizes the University of Hawaii President to delegate procurement authority for research and training to the University's Vice President for Research and Innovation. Requires the Board of Regents to submit reports to the Legislature. (SD1)

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