

Honolulu, Hawaii

FEB 12 2025

RE: S.B. No. 1175  
S.D. 1

Honorable Ronald D. Kouchi  
President of the Senate  
Thirty-Third State Legislature  
Regular Session of 2025  
State of Hawaii

Sir:

Your Committee on Government Operations, to which was referred S.B. No. 1175 entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT,"

begs leave to report as follows:

The purpose and intent of this measure is to add a state contractor's performance assessment to the information required to be included in the Past Performance Database maintained by the State Procurement Office.

Your Committee received testimony in support of this measure from the State Procurement Office and Department of Transportation.

Your Committee received testimony in opposition to this measure from the General Contractors Association of Hawaii.

Your Committee finds that Act 188, Session Laws of Hawaii 2021, required the State Procurement Office to develop a Past Performance Database to increase accountability, enhance performance, and utilize taxpayer dollars more efficiently. The database tracks the past performance of contractors, providing the State with additional information to make an informed decision when identifying the lowest "responsible bidder", thereby saving taxpayer money while ensuring positive project outcomes. This measure adds an additional datapoint, past performance



assessments, to the information required to be collated in the database. This additional information will offer valuable insight into the responsibility, capability, and quality of a contractor and their work.

Your Committee has amended this measure by:

- (1) Inserting blank appropriation amounts for:
  - (A) Fiscal year 2025-2026 for all anticipated activities, including revising the Past Performance Database, for the purposes of this measure; and
  - (B) Fiscal years 2025-2026 and 2026-2027, for the annual maintenance of the Past Performance Database; and
- (2) Inserting an effective date of January 1, 2491, to encourage further discussion.

Your Committee notes that this measure, as amended, contains unspecified appropriation amounts. Should your Committee on Ways and Means choose to deliberate on this measure, your Committee respectfully requests that it consider inserting the following appropriation amounts:

- (1) \$30,000 for fiscal year 2025-2026 for all anticipated activities, including revising the Past Performance Database, for the purposes of this measure; and
- (2) \$13,500 for fiscal years 2025-2026 and 2026-2027, for the annual maintenance of the Past Performance Database.

As affirmed by the record of votes of the members of your Committee on Government Operations that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1175, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1175, S.D. 1, and be referred to your Committee on Ways and Means.



Respectfully submitted on  
behalf of the members of the  
Committee on Government  
Operations,



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ANGUS L.K. MCKELVEY, Chair



The Senate  
 Thirty-Third Legislature  
 State of Hawai'i

**Record of Votes**  
**Committee on Government Operations**  
**GVO**

Bill / Resolution No.:* <b>SB1175</b>	Committee Referral: <b>GVO, WAM</b>	Date: <b>2-6-25</b>
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The Committee is reconsidering its previous decision on this measure.  
 If so, then the previous decision was to: \_\_\_\_\_

The Recommendation is:

Pass, unamended 2312    
  Pass, with amendments 2311    
 Hold 2310    
 Recommit 2313

Members	Aye	Aye (WR)	Nay	Excused
MCKELVEY, Angus L.K. (C)	✓			
GABBARD, Mike (VC)	✓			
MORIWAKI, Sharon Y.	✓			
SAN BUENAVENTURA, Joy A.	✓			
FEVELLA, Kurt	✓			
<b>TOTAL</b>	<b>5</b>	<b>—</b>	<b>—</b>	<b>—</b>

Recommendation:      Adopted      Not Adopted

Chair's or Designee's Signature:  


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**\*Only one measure per Record of Votes**