STAND. COM. REP. NO.

1944

Honolulu, Hawaii

APR 04 , 2025

RE: S.B. No. 3,83

S.D. 2 H.D. 1

Honorable Nadine K. Nakamura Speaker, House of Representatives Thirty-Third State Legislature Regular Session of 2025 State of Hawaii

Madame:

Your Committee on Finance, to which was referred S.B. No. 383, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO SMALL PURCHASES,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Increase the minimum amount for purchases constituting small purchase procurements not subject to an electronic system from \$25,000 to \$50,000; and
- (2) Require the State Procurement Office to submit a report to the Legislature on the efficacy of the increased minimum small purchase procurement amounts.

Your Committee received testimony in support of this measure from the Department of Transportation and Office of the Mayor of the City and County of Honolulu. Your Committee received testimony in opposition to this measure from the State Procurement Office.

Your Committee finds that escalating costs of goods over the years, particularly during the COVID-19 pandemic, have created numerous difficulties regarding small purchase procurement. Your

Committee believes that increasing the minimum threshold for small purchases provides better flexibility for procurement management and ensures that goods and services can be obtained quickly and efficiently.

Your Committee has amended this measure by changing the effective date to July 1, 3000, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 383, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 383, S.D. 2, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Finance,

KYLE T. YAMASHITA, Chair

State of Hawaii House of Representatives The Thirty-third Legislature

HSCR 1944

Record of Votes of the Committee on Finance

SB383 SD2	Committee Referral:	Dat	e: 3/27/2	45
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. YAMASHITA, Kyle T. (C)				
2. TAKENOUCHI, Jenna (VC)				
3. GRANDINETTI, Tina Nakada				
4. HOLT, Daniel				
5. HUSSEY, Ikaika				
6. KEOHOKAPU-LEE LOY, Sue L				
7. KITAGAWA, Lisa				
8. KUSCH, Matthias	CRITICIPAL PROPERTY OF THE PRO	Sec. as a subtiling the Arabana and a sec.	Fig. 88 Cha., wanning appearance	
9. LAMOSAO, Rachele F.				
10. LEE, Mike		F121044 521000000000000000000000000000000000000		- EMERAGO COLO - CONTROL SONO SE
11. MIYAKE, Tyson K.				POMP CONTRACTOR ASSESSMENT
12. MORIKAWA, Dee		NUMBER OF STREET		15. 《《美典集图图》 25. 4 [6] [4] [4] [4] [4] [4] [4] [4] [4] [4] [4
13. TEMPLO, Shirley Ann				
14. ALCOS III, David 15. REYES ODA, Julie				E-Pakaan E-Paka
16. WARD, Gene				
10. WARD, Gene				
TOTAL (16)	13	0	0	3
The recommendation is: Adopt If joint ref	-	did not suppo	ort recommendation)
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee	e Duplicate (Yellow)	Chief Clerk's Office	Duplicate (P	ink) – HMSO