
A BILL FOR AN ACT

RELATING TO PROCUREMENT.

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

1 SECTION 1. The legislature finds that the existing Hawaii
2 Revised Statute relating to small purchases is due for an
3 adjustment to dollar thresholds with regard to inflation. With
4 the costs of goods, services, and construction continuously
5 rising, the items that qualify as a small purchase continue to
6 dwindle. These dollar amount thresholds were last adjusted in
7 1997. Adjusting the dollar values of what qualifies as a small
8 purchase with regard to inflation will afford agencies the same
9 purchasing power as originally intended.

10 SECTION 2. Section 103D-305, Hawaii Revised Statutes, is
11 amended as follows:

12 1. By amending subsection (a) to read:

13 "(a) Procurements of less than [~~\$100,000~~] \$_____ for
14 goods or services, or [~~\$250,000~~] \$_____ for construction
15 shall be made in accordance with procedures set forth in rules
16 adopted by the policy board that are designed to ensure
17 administrative simplicity and as much competition as is



1 practicable; provided that multiple expenditures shall not be
2 created at the inception of a transaction or project so as to
3 evade the requirements of this chapter; and provided further
4 that procurement requirements shall not be artificially divided
5 or parceled so as to constitute a small purchase under this
6 section."

7 2. By amending subsection (c) to read:

8 "(c) Procurements of [~~\$25,000~~] \$_____ to less than
9 [~~\$250,000~~] \$_____ shall be made in accordance with small
10 purchase procedures; provided that such small purchase
11 procurements through an electronic system shall be required."

12 SECTION 3. Section 103D-310, Hawaii Revised Statutes, is
13 amended by amending subsection (c) to read as follows:

14 "(c) All offerors, upon award of contract, shall comply
15 with all laws governing entities doing business in the State,
16 including chapters 237, 383, 386, 392, and 393. Offerors shall
17 produce documents to the procuring officer to demonstrate
18 compliance with this subsection. Any offeror making a false
19 affirmation or certification under this subsection shall be
20 suspended from further offerings or awards pursuant to
21 section 103D-702. The procuring officer shall verify compliance



1 with this subsection for all contracts awarded pursuant to
2 sections 103D-302, 103D-303, 103D-304, and 103D-306, and for
3 contracts and procurements of [~~\$2,500~~] \$_____ or more
4 awarded pursuant to section 103D-305; provided that the attorney
5 general may waive the requirements of this subsection for
6 contracts for legal services if the attorney general certifies
7 in writing that comparable legal services are not available in
8 this State."

9 SECTION 4. Statutory material to be repealed is bracketed
10 and stricken. New statutory material is underscored.

11 SECTION 5. This Act shall take effect on July 1, 3000.



Report Title:

Hawaii Council of Mayors Package; Procurement; Small Purchases

Description:

Amends the procurement thresholds for small purchases.
Effective 7/1/3000. (HD1)

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