THE SENATE THIRTY-THIRD LEGISLATURE, 2025 STATE OF HAWAII S.B. NO. ³⁸³ 5.D. 2 H.D. 1

A BILL FOR AN ACT

RELATING TO SMALL PURCHASES.

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

1 SECTION 1. The legislature finds that escalating costs of 2 goods over the years, particularly during the COVID-19 pandemic, 3 have created numerous difficulties regarding small purchase procurement. The legislature further finds that the frequency 4 of earthquakes on Hawaii island, an indicator of a future 5 potentially devastating volcanic eruption that could impact 6 residential and commercial areas, as well as the devastation 7 from the tragic 2023 Maui wildfires, emphasize the inescapable 8 need to address issues with small purchase procurements to 9 10 facilitate more efficient disaster recovery efforts. 11 Accordingly, the purpose of this Act is to:

12 (1) Increase the minimum amount for purchases constituting
13 small purchase procurements not subject to an
14 electronic system from \$25,000 to \$50,000; and
15 (2) Require the state procurement office to submit a
16 report to the legislature on the efficacy of the
17 increased minimum small purchase procurement amounts.

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1 SECTION 2. Section 103D-305, Hawaii Revised Statutes, is 2 amended by amending subsection (c) to read as follows: 3 "(c) Procurements of [\$25,000] \$50,000 to less than 4 \$250,000 shall be made in accordance with small purchase 5 procedures; provided that [such] these small purchase 6 procurements shall be conducted through an electronic system [shall be required]." 7 8 SECTION 3. No later than twenty days prior to the 9 convening of the regular session of 2026, the state procurement 10 office shall submit to the legislature a report of its findings 11 and recommendations, including any proposed legislation, on the 12 efficacy of the amendment to section 103D-305, Hawaii Revised 13 Statutes, made by section 2 of this Act. 14 SECTION 4. This Act does not affect rights and duties that matured, penalties that were incurred, and proceedings that were 15 16 begun before its effective date. 17 SECTION 5. Statutory material to be repealed is bracketed 18 and stricken. New statutory material is underscored. 19 SECTION 6. This Act shall take effect on July 1, 3000.

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Report Title:

State Procurement Office; Public Procurement; Small Purchase Procurements; Threshold; Report

Description:

Increases the minimum amount for purchases constituting small purchase procurements not subject to an electronic system from \$25,000 to \$50,000. Requires a report to the Legislature. Effective 7/1/3000. (HD1)

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

