A BILL FOR AN ACT

RELATING TO SMALL PURCHASES.

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

1	SECT	ION 1. The legislature finds that escalating costs of
2	goods ove	r the years, particularly during the COVID-19 pandemic,
3	have crea	ted numerous difficulties regarding small purchase
4	procurement. The growing frequency of earthquakes on Hawaii	
5	island, an indicator of potential devastating volcanic eruption	
6	effects o	n residential and commercial areas, and the resulting
7	devastation from the tragic 2023 Maui wildfires emphasizes the	
8	inescapable need to address issues with small purchase	
9	procurements to facilitate more efficient disaster recovery	
10	efforts.	
11	Accordingly, the purpose of this Act is to:	
12	(1)	Increase the minimum amount for purchases constituting
13		small purchase procurements from \$25,000 to \$50,000;
14		and
15	(2)	Require the state procurement office to submit a
16		report to the legislature on the efficacy of the
17		increased procurement amounts.

- 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] small purchase procurements
- 6 through an electronic system shall be required."
- 7 SECTION 3. The state procurement office shall submit a
- 8 report of its findings and recommendations on the efficacy of
- 9 the amendment to section 103D-305, Hawaii Revised Statutes, made
- 10 by section 2 of this Act, and any proposed legislation, to the
- 11 legislature no later than twenty days prior to the convening of
- 12 the regular session of 2026.
- 13 SECTION 4. This Act does not affect rights and duties that
- 14 matured, penalties that were incurred, and proceedings that were
- 15 begun before its effective date.
- 16 SECTION 5. Statutory material to be repealed is bracketed
- 17 and stricken. New statutory material is underscored.
- 18 SECTION 6. This Act shall take effect January 1, 2525.

Report Title:

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

Description:

Increases the minimum amount for purchases constituting small purchase procurements from \$25,000 to \$50,000. Requires a report to the Legislature. Effective 1/1/2525. (SD1)

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