ACT 60

S.B. NO. 1624-86

A Bill for an Act Relating to Expenditure of Public Contracts.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. Section 103-53.5, Hawaii Revised Statutes, is amended to read as follows:

"§103-53.5 [Out-of-state purchases.] Tax adjustment for out-of-state vendors and tax-exempt bidders.¹ Where the bidder or vendor is an out-of-state vendor not doing business in the State[,] or is a person exempted from paying the applicable general excise tax, the package bid or purchase price, for the purpose of determining the lowest price bid, shall be increased by the applicable retail rate of general excise tax and the applicable use tax. The lowest responsible bidder, taking into consideration the above increases, shall be awarded the contract, but the contract amount of any contract awarded shall be the amount of the bid offered and shall not include the amount of [said] the increases."

SECTION 2. Statutory material to be repealed is bracketed. New statutory material is underscored.

SECTION 3. This Act shall take effect upon its approval. (Approved April 21, 1986.)

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1. Should be underscored.