

GOV. MSG. NO. 603

EXECUTIVE CHAMBERS

HONOLULU

LINDA LINGLE GOVERNOR

May 27, 2010

The Honorable Colleen Hanabusa, President and Members of the Senate Twenty-Fifth State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813

Dear Madam President and Members of the Senate:

This is to inform you that on May 27, 2010, the following bill was signed into law:

SB2116 SD2 HD2 CD1

A BILL FOR AN ACT RELATING TO INDEMNIFICATION OF COUNTY AGENCIES. ACT 145 (10)

Sincerely,

LINDA LINGLE

on MAY 2 7 2010

THE SENATE TWENTY-FIFTH LEGISLATURE, 2010 STATE OF HAWAII ACT 145
S.B. NO. 2116
S.D. 2
H.D. 2
C.D. 1

A BILL FOR AN ACT

RELATING TO INDEMNIFICATION OF COUNTY AGENCIES.

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

- 1 SECTION 1. The legislature finds that public schools
- 2 frequently use county parks and other facilities for school
- 3 purposes and functions, such as physical education classes,
- 4 athletic events, and graduation events. The legislature also
- 5 finds that the current procedure for the department of education
- 6 to obtain approval from the governor to agree to indemnify a
- 7 county when a public school uses a county facility for a school
- 8 purpose is unnecessarily burdensome, especially for school
- 9 purposes and functions that occur repeatedly throughout the
- 10 school year.
- 11 The purpose of this Act is to facilitate the process by
- 12 which the department of education obtains approval for the State
- 13 to indemnify, defend, and hold harmless a county agency, its
- 14 officers, agents, and employees for public school purposes and
- 15 functions on county facilities.
- 16 SECTION 2. Section 46-71.5, Hawaii Revised Statutes, is
- 17 amended to read as follows:

1	"[+]§46-71.5[+] Indemnification of county agencies. (a)		
2	To receive county aid, assistance, support, benefits, services,		
3	and interests in or rights to use county property, a state		
4	agency may agree in writing to an indemnity provision by which		
5	the State agrees to indemnify, defend, and hold harmless a		
6	county agency, its officers, agents, and employees when:		
7	(1) The governor approves the State's proposed		
8	indemnification; and		
9	(2) The comptroller, pursuant to section 41D-8.5, has		
10	obtained an insurance policy or policies in an amount		
11	sufficient to cover the liability of the State that		
12	reasonably may be anticipated to arise under the		
13	indemnity provision, or has determined that it is not		
14	in the best interest of the State to obtain insurance		
15	(b) Notwithstanding subsection (a), the governor may		
16	delegate to the superintendent of education or the deputy		
17	superintendent if so designated by the superintendent of		
18	education the authority to agree to indemnify, defend, and hold		
19	harmless a county agency, its officers, agents, and employees		
20	when:		
21	(1) The use of the county property will be for a public		
22	school purpose or a public school function;		
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1	(2)	The governor approves, in writing, the indemnity	
2.		provision to be used by the superintendent of	
3		education or the deputy superintendent if so	
4		designated by the superintendent of education which	
5		provision, upon approval, may serve as approval under	
6		this paragraph for all public school purposes or	
7		functions on county properties for the remainder of	
8		that same school year; and	
9	<u>(3)</u>	The comptroller, pursuant to section 41D-8.5, has	
10		obtained an insurance policy or policies in an amount	
11		sufficient to cover the liability of the State that	
12		reasonably may be anticipated to arise under the	
13		indemnity provision, or has determined that it is not	
14		in the best interest of the State to obtain insurance.	
15	[-(d) -]	(c) An indemnity provision not in strict compliance	
16	with this	section shall not give rise to a claim against the	
17	State unde	er chapter 661 or otherwise waive the State's sovereign	
18	immunity."		
19	SECTI	CON 3. Statutory material to be repealed is bracketed	
20	and stricken. New statutory material is underscored.		
21	SECTI	ON 4. This Act shall take effect upon its approval.	
22 .		APPROVED this 27 day of MAY , 2010	

GOVERNOR OF THE STATE OF HAWAII