### A BILL FOR AN ACT

RELATING TO CONFLICTS OF INTERESTS.

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

1	SECTION 1. Section 84-14, Hawaii Revised Statutes, is								
2	amended by amending subsection (a) to read as follows:								
3	"(a) No employee shall take any official action directly								
4	affecting:								
5	(1) A business or other undertaking in which the employee								
6	has [ <del>a</del> ] <u>:</u>								
7	(A) A substantial financial interest; or								
8	(B) Reason to know that a parent, emancipated son,								
9	emancipated daughter, brother, or sister of the								
10	employee has a substantial financial interest; or								
11	(2) A private undertaking in which the employee is engaged								
12	as legal counsel, advisor, consultant, representative,								
13	or other agency capacity.								
14	A department head who is unable to disqualify the								
15	department head's self on any matter described in paragraphs (1)								
16	and (2) $[\frac{\text{will}}{\text{shall}}]$ not be in violation of this subsection if								
17	the department head has complied with the disclosure								
18	requirements of section 84-17.								
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## H.B. NO. 204

1 .	Α	person	whose	position	on	а	board,	commission,	or
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- 2 committee is mandated by statute, resolution, or executive order
- 3 to have particular qualifications shall only be prohibited from
- 4 taking official action that directly and specifically affects a
- 5 business or undertaking in which the person has a substantial
- 6 financial interest; provided that the substantial financial
- 7 interest is related to the member's particular qualifications."
- 8 SECTION 2. Statutory material to be repealed is bracketed
- 9 and stricken. New statutory material is underscored.

10 SECTION 3. This Act shall take effect upon its approval.

11

INTRODUCED BY:

By Request

JAN 17 2013

# H.B. NO. 204

#### Report Title:

State Ethics Commission Package; Conflicts of Interest; Financial Interests of Family Members

### Description:

Prohibits certain state officers and employees from taking official action directly affecting any undertaking in which the officer or employee has reason to know that certain family members have a substantial financial interest.

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