S.R. NO. 158

MAR 1 0 2023

## SENATE RESOLUTION

URGING THE COUNTY OF MAUI TO IMMEDIATELY AND SUBSTANTIALLY INCREASE THE FINES ASSESSED AGAINST PREDATORY COSMETICS ESTABLISHMENTS FOR VIOLATING THE MAUI COUNTY HISTORIC DISTRICTS ORDINANCE.

1 WHEREAS, numerous predatory cosmetics stores have continued 2 to operate on Front Street in Lahaina, Maui, and continue to 3 engage in marketing techniques that are considered to be 4 disrespectful, inconsiderate, and aggressive in nature, thus 5 creating an intimidating atmosphere for residents and visitors 6 alike; and 7

8 WHEREAS, there have been numerous ongoing complaints by 9 residents and visitors that they have been accosted and harassed 10 by the personnel of these predatory cosmetics stores, who 11 persistently use aggressive sales techniques; and 12

13 WHEREAS, these predatory cosmetics stores also engage in 14 unscrupulous behavior in the production of their products and in 15 the aggressive and unsolicited physical application of these 16 products on the faces of unsuspecting passersby; and 17

18 WHEREAS, the previous administration of the County of Maui 19 entered into a settlement agreement with the parent company of 20 several of these cosmetics stores, but the terms of the 21 agreement have been repeatedly and egregiously violated by the 22 stores in the course of doing business because the county does 23 not appear to be actively enforcing the agreement; and 24

WHEREAS, cosmetics store salespeople have recently been 25 observed engaging in even more flagrant and combative sales 26 27 tactics, including following people down the street; harassing and aggressively marketing to uninterested people along the 28 seawall and other locations far from the salespeople's own 29 storefronts; calling out to and approaching occupants of nearby 30 vehicles; and confronting people gathered at the entrance of 31 nearby businesses, which deters customers from entering those 32 businesses; and 33 34

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WHEREAS, the people of Lahaina have repeatedly demanded 1 that the county take action against these predatory businesses 2 that violate state laws and county ordinances prohibiting 3 4 harassment and soliciting business on a sidewalk located in a historic district; and 5 6 7 WHEREAS, the community has demanded that the cosmetics 8 stores be penalized for their repeated violations of the settlement agreement and that the underlying county ordinance be 9 10 properly enforced; and 11 WHEREAS, previous attempts by the Legislature to address 12 this issue have proven futile because the Legislature enacts 13 laws of general applicability, rather than specifically 14 15 targeting violations of county ordinances that occur at a particular location within a county; and 16 17 WHEREAS, the Maui County Charter was successfully amended 18 in 2022 to remove the generally applicable \$1,000 cap on civil 19 fines, thereby allowing the County to substantially increase the 20 amount of fines that may be levied against these cosmetics 21 stores, for the purpose of imposing fines in amounts that 22 23 represent a realistic financial deterrent to future violations; and 24 25 WHEREAS, significant increases in the fine amounts imposed 26 on violators would also provide the County of Maui with more 27 funding to establish additional inspector positions to 28 29 consistently enforce county ordinances; and 30 31 WHEREAS, significantly higher fines could also be levied against property owners who continue to rent retail space to 32 33 predatory cosmetics stores, which would incentivize these owners to exercise more diligence in ensuring that their tenants abide 34 by all applicable laws and ordinances; now, therefore, 35 36 BE IT RESOLVED by the Senate of the Thirty-second 37 Legislature of the State of Hawaii, Regular Session of 2023, 38 that the County of Maui is urged to immediately and 39 substantially increase the fines assessed against predatory 40 41 cosmetics establishments for violating the Maui County Historic Districts Ordinance, which specifically prohibits any person 42

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from carrying on or soliciting business on any street or 1 sidewalk in the historic district of Lahaina; and 2 3 4 BE IT FURTHER RESOLVED that the County of Maui also pursue all applicable judicial remedies, including fines and punitive 5 damages, against predatory cosmetics stores for repeatedly and 6 7 flagrantly violating the terms of the settlement agreement that 8 was put into place; and 9 10 BE IT FURTHER RESOLVED that certified copies of this Resolution be transmitted to the Mayor of Maui County, 11 Chairperson of the Maui County Council, Chairperson of the 12 Planning and Sustainable Land Use Committee of the Maui County 13 14 Council, West Maui Representative of the Maui County Council, Director of the Planning Department of Maui County, Executive 15 16 Director of the Lahaina Restoration Foundation, President of the LahainaTown Action Committee, and President of the West Maui 17 18 Taxpayers Association. 19 20

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OFFERED BY: