

#### EXECUTIVE CHAMBERS KE KE'ENA O KE KIA'ĀINA

JOSH GREEN, M.D. GOVERNOR KE KIA'ĀINA

June 1, 2023

The Honorable Ronald D. Kouchi President of the Senate, and Members of the Senate Thirty-Second State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 √The Honorable Scott K. Saiki Speaker, and Members of the House of Representatives Thirty-Second State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 1, 2023, the following bill was signed into law:

SB1277 SD2 HD2 CD1

MAKING APPROPRIATIONS FOR CLAIMS AGAINST THE STATE, ITS OFFICERS, OR ITS EMPLOYEES. ACT 039

Sincerely,

Josh Green, M.D.

Governor, State of Hawai'i

JUN 1 2023

THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

S.B. NO. S.D. 2 H.D. 2 C.D. 1

## A BILL FOR AN ACT

MAKING APPROPRIATIONS FOR CLAIMS AGAINST THE STATE, ITS OFFICERS, OR ITS EMPLOYEES.

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

1	PART I
2	SECTION 1. In accordance with section 9 of article VII of
3	the Hawaii State Constitution and sections 37-91 and 37-93,
4	Hawaii Revised Statutes, the legislature has determined that the
5	general fund expenditure ceiling for fiscal year 2022-2023 has
6	already been exceeded by \$866,542,963 or 8.41 per cent. The
7	appropriation contained in this Act will cause the state general
8	fund expenditure ceiling to be exceeded by an additional
9	\$9,000,000 or 1.0 per cent for fiscal year 2022-2023. This
10	current declaration takes into account the additional general
11	fund appropriation authorized for fiscal year 2022-2023 in this
12	Act only. The reasons for exceeding the general fund
13	expenditure ceiling are that:
14	(1) The appropriations made in this Act are necessary to
15	serve the public interest; and
16	(2) The appropriations made in this Act meet the needs
17	addressed by this Act

# S.B. NO. 5.D. 2

1	PART II	
2	SECTION 2. The following sums or so much	thereof as may be
3	necessary for fiscal year 2022-2023 are approp	riated out of the
4	general revenues of the State of Hawaii to the	department of the
5	attorney general for the purpose of satisfying	claims for
6	legislative relief as to the following named p	ersons, firms,
7	corporations, and entities, for claims against	the State or its
8	officers or employees, for the overpayment of	taxes, or for
9	refunds, reimbursements, payments of judgments	or settlements,
10	or other liabilities, in the amounts set forth	opposite their
11	names:	
12	JUDGMENTS AGAINST THE STATE	AMOUNT
12 13 14 15	JUDGMENTS AGAINST THE STATE AND SETTLEMENTS OF CLAIMS: MISCELLANEOUS CLAIMS:	AMOUNT
12 13 14 15 16 17	AND SETTLEMENTS OF CLAIMS:	<b>AMOUNT</b> \$ 100,333.33
12 13 14 15 16 17 18 19	AND SETTLEMENTS OF CLAIMS: MISCELLANEOUS CLAIMS:	•
12 13 14 15 16 17 18 19 20 21	AND SETTLEMENTS OF CLAIMS:  MISCELLANEOUS CLAIMS:  1. Kelly and Robert Armstrong	<pre>\$ 100,333.33 \$ 153,110.25</pre>
12 13 14 15 16 17 18 19 20 21 22 23	AND SETTLEMENTS OF CLAIMS:  MISCELLANEOUS CLAIMS:  1. Kelly and Robert Armstrong  2. Community Empowerment Resources	<pre>\$ 100,333.33 \$ 153,110.25</pre>
12 13 14 15 16 17 18 19 20 21 22 23 24 25	AND SETTLEMENTS OF CLAIMS:  MISCELLANEOUS CLAIMS:  1. Kelly and Robert Armstrong  2. Community Empowerment Resources  3. Garry A. Harsanyi and Kimberly M. Harsany	\$ 100,333.33 \$ 153,110.25 i \$ 406.00
12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27	AND SETTLEMENTS OF CLAIMS:  MISCELLANEOUS CLAIMS:  1. Kelly and Robert Armstrong  2. Community Empowerment Resources  3. Garry A. Harsanyi and Kimberly M. Harsany  4. Interval International Inc.	\$ 100,333.33 \$ 153,110.25 i \$ 406.00 \$3,078,145.74
12 13 14 15 16 17 18 19 20 21 22 23 24 25 26	AND SETTLEMENTS OF CLAIMS:  MISCELLANEOUS CLAIMS:  1. Kelly and Robert Armstrong  2. Community Empowerment Resources  3. Garry A. Harsanyi and Kimberly M. Harsany  4. Interval International Inc.  5. Ding Jing	\$ 100,333.33 \$ 153,110.25 i \$ 406.00 \$3,078,145.74 \$ 118,524.00

1 2	8.	Morgan Stanley Smith Barney Holdings LLC	\$	239,927.00
3	9.	Mercedes Nakaza	\$	94.46
5	10.	Jyron Salamanca	\$	1,992.30
6 7	11.	Saltchuk Resources, Inc.	\$	550,000.00
8 9	12.	Tamura Enterprises, Inc.	\$	1,464.22
10 11	13.	The Estate of Take Yamashiro	\$	4,777.03
12 13	14.	Eric A Abella	\$	46.68
14 15	15.	Alexander & Baldwin, LLC	\$	36,080.96
16 17	16.	David W. Clausen	\$	75,000.00
18 19	17.	Moana Swan Inc.	\$	5,066.67
20 21	18.	Ruth Y. Shirai	\$	45.00
22 23				
24 25		SUBTOTAL:	\$	4,367,935.35
26 27		TOTAL: (SECTION 2)	\$	4,367,935.35
28		The sums appropriated shall be expended by t	he	department
29	of th	he attorney general for the purposes of this	Act	Ξ.
30		PART III		
31 32		SECTION 3. The legislature finds and declar	es	that the
33	foll	owing claims for legislative relief recommend	ed	for approval
34	as to	o the following named persons for claims agai	nst	t the State
35	or t	he department of accounting and general servi	ces	s or its

1

### S.B. NO. 5.D. 2 H.D. 2

```
2
    settlements, or other liabilities, in the amount set forth
3
    opposite their names, is approved for payment:
4
    JUDGMENTS AGAINST THE STATE
                                                          AMOUNT
5
    AND SETTLEMENTS OF CLAIMS:
7
    DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES:
8
9
         Claim of Allison D. Wong Daniel
                                                           55,000.00
10
                                                           Settlement
11
12
         Frances Kaluhiwa v. State of Hawaii
                                                       $ 275,000.00
13
         Civil No. 1CCV-20-0000638, First Circuit
                                                           Settlement
14
15
16
         SUBTOTAL:
                                                       $ 330,000.00
17
18
         TOTAL (SECTION 3):
                                                          330,000.00
19
20
         Provided that of legislative appropriation for the
21
    department of accounting and general services for fiscal year
22
    2022-2023 in section 3 of Act 88, Session Laws of Hawaii 2021,
23
    as amended by section 3 of Act 248, Session Laws of Hawaii 2022,
24
    the general fund sum of $55,000 shall be expended from the
25
    fiscal year 2022-2023 budget (AGS881, general funds) and the
26
    general fund sum of $275,000 shall be expended from the fiscal
27
    year 2022-2023 budget (AGS232, general funds), by the department
28
    of accounting and general services for the purposes of this Act.
29
```

officers or employees for the payment of judgments or

### S.B. NO. 5.D. 2 H.D. 2

2	PART IV		
3	SECTION 4. The legislature finds and declar	es t	hat the
4	following claim for legislative relief recommende	d fo	r approval
5	as to the following named person for claims again	st ti	he State o
6	the department of the attorney general or its off	icer	s or
7	employees for the payment of judgments or settlem	ents	, or other
8	liabilities, in the amount set forth opposite the	ir n	ame, is
9	approved for payment:		
10 11	JUDGMENTS AGAINST THE STATE AND SETTLEMENTS OF CLAIMS:	Ā	TUDOMA
12 13 14	DEPARTMENT OF THE ATTORNEY GENERAL:		
15 16 17 18 19	<ol> <li>Honolulu Civil Beat Inc. v. Department of the Attorney General, SCAP-21-0000057;</li> <li>Civil No. 1CC-16-1-001743, First Circuit</li> </ol>	\$	79,199.38 Judgment
20 21 22 23	SUBTOTAL: TOTAL (SECTION 4):	\$	79,199.38 79,199.38
24	Provided that of legislative appropriation f	or t	he
25	department of the attorney general for fiscal year	r 20	22-2023 in
26	section 3 of Act 88, Session Laws of Hawaii 2021,	as	amended by
27	section 3 of Act 248, Session Laws of Hawaii 2022	, th	e general
28	fund sum of \$79,199.38 shall be expended from the	fis	cal year

1

32

## S.B. NO. C.D. 1

2022-2023 budget (ATG100, general funds) by the department of 2 the attorney general for the purposes of this Act. 3 4 PART V 5 SECTION 5. The legislature finds and declares that the 7 following claims for legislative relief recommended for approval 8 as to the following named persons for claims against the State 9 or the department of education or its officers or employees for 10 the payment of judgments or settlements, or other liabilities, 11 in the amount set forth opposite their names, is approved for 12 payment: 13 JUDGMENTS AGAINST THE STATE AMOUNT 14 AND SETTLEMENTS OF CLAIMS: 15 DEPARTMENT OF EDUCATION: 16 17 18 Kristen Kam, et al. v. State of Hawaii \$ 250,000.00 19 Board of Education, et al. Settlement 20 Civil No. 21-00211 JAO-KJM, USDC 21 22 2. Cipriano Millano, et al. v. \$ 750,000.00 23 State of Hawaii, et al. Settlement 24 Civil No. 2CC-13-1-000031, Second Circuit 25 26 \$ 450,000.00 Roe No. 113 v. State of Hawaii 27 Civil No. 1CC-19-1-000460, First Circuit Settlement 28 29 30 \$1,450,000.00 SUBTOTAL: 31 TOTAL (SECTION 5): \$1,450,000.00

# S.B. NO. 5.D. 2

1	Provided that of legislative appropriation f	for t	the
2	department of education for fiscal year 2022-2023	3 in	section 3
3	of Act 88, Session Laws of Hawaii 2021, as amende	ed by	y section 3
4	of Act 248, Session Laws of Hawaii 2022, the gene	eral	fund sum of
5	\$1,450,000 shall be expended from the fiscal year	202	22-2023
6	budget (EDN100, general funds) by the department	of e	education
7	for the purposes of this Act.		
8	PART VI		
10	SECTION 6. The legislature finds and declar	ces t	that the
11	following claim for legislative relief recommende	ed fo	or approval
12	as to the following named person for claims again	nst t	the State or
13	the department of human services or its officers	or e	employees
14	for the payment of judgments or settlements, or o	other	r
15	liabilities, in the amount set forth opposite the	eir 1	name, is
16	approved for payment:		
17 18 19	JUDGMENTS AGAINST THE STATE AND SETTLEMENTS OF CLAIMS:		AMOUNT
20 21	DEPARTMENT OF HUMAN SERVICES		
22 23 24 25	<ol> <li>E.F. v. State of Hawaii, Department of Human Services, et al. Civil No. 1CCV-20-0000497, First Circuit</li> </ol>	\$	35,000.00 Settlement
26 27	SUBTOTAL:	\$	35,000.00

# S.B. NO.

1 2	TOTAL (SECTION 6): \$ 35,000.00
3	Provided that of legislative appropriation for the
4	department of human services for fiscal year 2022-2023 in
5	section 3 of Act 88, Session Laws of Hawaii 2021, as amended by
6	section 3 of Act 248, Session Laws of Hawaii 2022, the general
7	fund sum of \$35,000 shall be expended from the fiscal year 2022-
8	2023 budget (HMS301, general funds) by the department of human
9	services for the purposes of this Act.
10 11 12	PART VII
13	SECTION 7. The legislature finds and declares that the
14	following claims for legislative relief recommended for approval
15	as to the following named persons for claims against the State
16	or the department of land and natural resources or its officers
17	or employees for the payment of judgments or settlements, or
18	other liabilities, in the amount set forth opposite their names,
19	is approved for payment:
20 21 22	JUDGMENTS AGAINST THE STATE AMOUNT AND SETTLEMENTS OF CLAIMS:
23 24	DEPARTMENT OF LAND AND NATURAL RESOURCES
25 26 27	1. Mary Chang, et al. v. \$830,000.00 State of Hawaii, et al. Settlement Civil No. 1CCV-21-0000913, First Circuit

2 3 4 5	<ol> <li>Healoha Carmicheal, et al. v.</li> <li>Board of Land and Natural Resources,</li> <li>SCWC-16-0000071</li> </ol>	\$	49,394.67 Judgment
6 7 8 9	SUBTOTAL: TOTAL (SECTION 7):	\$	879,394.67 879,394.67
10	Provided that of legislative appropriation	on for	the
11	department of land and natural resources for i	fiscal	year 2022-
12	2023 in section 3 of Act 88, Session Laws of B	Hawaii	2021, as
13	amended by section 3 of Act 248, Session Laws	of Haw	aii 2022,
14	the general fund sum of \$879,394.67 shall be	expende	d from the
15	fiscal year 2022-2023 budget (LNR906, general	funds)	by the
16	department of land and natural resources for t	the pur	poses of
17	this Act.		
18 19	PART VIII		
20	SECTION 8. The legislature finds and dec	clares	that the
21	following claims for legislative relief recomm	mended	for approval
22	as to the following named persons for claims a	against	the State
23	or the department of public safety or its off:	icers c	r employees
24	for the payment of judgments or settlements,	or othe	er
25	liabilities, in the amount set forth opposite	their	name, is
26	approved for payment:		

1 2 3		MENTS AGAINST THE STATE SETTLEMENTS OF CLAIMS:		TAUOMA
4 5	DEPA	RTMENT OF PUBLIC SAFETY		
6 7 8	1.	Eric Yoshioka v. State of Hawaii Civil No. 1CC-17-1-001435, First Circuit	\$	37,500.00 Settlement
9 10 11 12 13 14	2.	Cheyenne K. Chong, Individually and As Personal Representative of Wesley Chong v. State of Hawaii, Department Of Public Safety, et el. Civil No. 1CC-20-0000089, First Circuit	\$	200,000.00 Settlement
15 16 17 18	3.	Janet Salas v. State of Hawaii, Department of Public Safety, et al. Civil No. 1CCV-21-0001541, First Circuit	\$	700,000.00 Settlement
19 20 21 22	4.	Civil Beat Law Center for the Public Interest v. Department of Public Safety Civil No. 1CCV-22-735, First Circuit	\$	12,672.49 Judgment
23 24 25 26	5.	Honolulu Civil Beat Inc. v. Department of Public Safety Civil No. 1CCV-21-0001329, First Circuit	\$	19,730.75 Judgment
27 28 29		SUBTOTAL:	\$	969,903.24
30 31		TOTAL (SECTION 8):	\$	969,903.24
32		Provided that of legislative appropriation f	or	the
33	depa	rtment of the public safety for fiscal year 2	022	-2023 in
34	sect	ion 3 of Act 88, Session Laws of Hawaii 2021,	as	amended by
35	sect	ion 3 of Act 248, Session Laws of Hawaii 2022	2, t	he general
36	fund	sum of \$969,903.24 shall be expended from the	ne f	iscal year

## S.B. NO. 5.D. 2 H.D. 2

1	2022-2023 budget (PSD300, general lunds) by the d	ера.	cillent or
2	the public safety for the purposes of this Act.		
3	PART IX		
5	SECTION 9. The legislature finds and declar	es	that the
6	following claim for legislative relief recommende	d f	or approval
7	as to the following named person for claims again	st ·	the State or
8	the state public charter school commission or its	of	ficers or
9	employees for the payment of judgments or settlem	ent:	s, or other
10	liabilities, in the amount set forth opposite the	ir	name, is
11	approved for payment:		
12 13	JUDGMENTS AGAINST THE STATE AND SETTLEMENTS OF CLAIMS:		AMOUNT
13 14 15			AMOUNT
13 14 15 16 17 18 19	AND SETTLEMENTS OF CLAIMS:	\$	
13 14 15 16 17 18 19 20 21 22	AND SETTLEMENTS OF CLAIMS:  STATE PUBLIC CHARTER SCHOOL COMMISSION  Beth Bulgeron v. The Hawaii State Public Charter School Commission, et al.	ψ <sub>1</sub>	58,000.00
13 14 15 16 17 18 19 20 21 22 23 24 25	AND SETTLEMENTS OF CLAIMS:  STATE PUBLIC CHARTER SCHOOL COMMISSION  Beth Bulgeron v. The Hawaii State Public Charter School Commission, et al. Civil No. 1CCV-20-0001620, First Circuit		58,000.00 Settlement
13 14 15 16 17 18 19 20 21 22 23 24	AND SETTLEMENTS OF CLAIMS:  STATE PUBLIC CHARTER SCHOOL COMMISSION  Beth Bulgeron v. The Hawaii State Public Charter School Commission, et al. Civil No. 1CCV-20-0001620, First Circuit SUBTOTAL:	\$	58,000.00 Settlement 58,000.00 58,000.00
13 14 15 16 17 18 19 20 21 22 23 24 25 26	AND SETTLEMENTS OF CLAIMS:  STATE PUBLIC CHARTER SCHOOL COMMISSION  Beth Bulgeron v. The Hawaii State Public Charter School Commission, et al. Civil No. 1CCV-20-0001620, First Circuit SUBTOTAL:  TOTAL (SECTION 9):	\$ \$	58,000.00 Settlement 58,000.00 58,000.00

1

### S.B. NO. \$1277 H.D. 2

2 fund sum of \$58,000 shall be expended from the fiscal year 2022-2023 budget (EDN612, general funds) by the state public charter 3 4 school commission for the purposes of this Act. 5 PART X 6 SECTION 10. The following sums or so much thereof as may 7 be necessary for fiscal year 2022-2023 are appropriated out of 8 the state highway fund for the purpose of satisfying claims for 9 legislative relief as to the following named persons, for claims 10 against the State or its officers or employees for payments of 11 judgments or settlements, or other liabilities, in the amount 12 set forth opposite their names: 13 JUDGMENTS AGAINST THE STATE AMOUNT 14 AND SETTLEMENTS OF CLAIMS: 15 16 DEPARTMENT OF TRANSPORTATION, HIGHWAYS DIVISION: 17 18 Satya Simmons, et al. v. \$ 500,000.00 19 State of Hawaii, et al. Settlement 20 Civil No. 2CC-17-1-000224, Second Circuit 21 22 2. James Braddock, et al. v. \$17,000,000.00 23 Misty Mitchell, et al. Settlement 24 Civil. No. 19-1-0994-06, First Circuit 25 26 27 SUBTOTAL: \$17,500,000.00 28 TOTAL (SECTION 10): 29 \$17,500,000.00

section 3 of Act 248, Session Laws of Hawaii 2022, the general

# S.B. NO. 5.D. 2

- 1 The sums appropriated shall be expended by the department
- 2 of transportation, highways division for the purposes of this
- 3 Act.
- 4 PART XI
- 5 SECTION 11. The sums provided in sections 2 through 10 of
- 6 this Act may be paid to the respective persons, firms,
- 7 corporations, or entities for the satisfaction or settlement of
- 8 the respectively identified cases, and in several amounts
- 9 hereinabove set forth or in lesser amounts deemed appropriate,
- 10 upon checks issued by the comptroller; provided that departments
- 11 shall obtain the approval of the attorney general before payment
- 12 of any claim may be made.
- 13 SECTION 12. Notwithstanding the sums hereinabove stated as
- 14 interest upon judgments against the State, payment of interest
- 15 shall be limited to the period from the date of the judgment, if
- 16 applicable, to thirty days after the effective date of this Act,
- 17 as provided in section 662-8, Hawaii Revised Statutes, for those
- 18 cases to which the statute applies.
- 19 SECTION 13. All unexpended and unencumbered balances of
- 20 the appropriations made in this Act as of the close of business
- 21 on June 30, 2024, shall lapse.

- 1 SECTION 14. If any provision of this Act, or the
- 2 application thereof to any person or circumstance, is held
- 3 invalid, the invalidity does not affect other provisions or
- 4 applications of the Act that can be given effect without the
- 5 invalid provision or application, and to this end the provisions
- 6 of this Act are severable.
- 7 SECTION 15. This Act shall take effect upon its approval.

APPROVED this 1st day of June , 2023

GÓVERNOR OF THE STATE OF HAWAI'I

#### THE SENATE OF THE STATE OF HAWAI'I

Date: May 4, 2023 Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-Second Legislature of the State of Hawai'i, Regular Session of 2023.

President of the Senate

Clerk of the Senate

#### THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 4, 2023 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Second Legislature of the State of Hawaii, Regular Session of 2023.

(Jun)

Scott K. Saiki Speaker House of Representatives

W. L. I let

Brian L. Takeshita

Chief Clerk

House of Representatives