## A BILL FOR AN ACT

RELATING TO CONFLICTS OF INTEREST.

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

1	SECT	ION 1. Section 84-14, Hawaii Revised Statutes, is
2	amended by	y 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 [he] the
6		<pre>employee has a substantial financial interest; [or]</pre>
7	(2)	A private undertaking in which [he] the employee is
8		engaged as legal counsel, advisor, consultant,
9		representative, or other agency capacity[-]; or
10	(3)	A business or undertaking in which the employee knows
11		or has reason to know that a brother, a sister, a
12		parent, or an emancipated child of the employee has:
13		(A) An ownership interest in the business;
14		(B) A creditor interest in the insolvent business;
15		(C) An employment, or a prospective employment for
16		which negotiations have begun;

1	(D) An ownership interest in real or personal			
2	<pre>property;</pre>			
3	(E) A loan or other debtor interest; or			
4	(F) A directorship or officership in the business,			
5	that is substantial.			
6	A department head who is unable to disqualify [himself] th			
7	department head's self on any matter described in [items]			
8	paragraphs (1) [and], (2), or (3) above [will] shall not be in			
9	violation of this subsection if [he] the department head has			
10	complied with the disclosure requirements of section 84-17[ $ au$			
11	<del>and</del> ] <u>.</u>			
12	A person whose position on a board, commission, or			
13	committee is mandated by statute, resolution, or executive orde			
14	to have particular qualifications shall only be prohibited from			
15	taking official action that directly and specifically affects a			
16	business or undertaking in which [he] the member has a			
17	substantial financial interest; provided that the substantial			
18	financial interest is related to the member's particular			
19	qualifications."			
20	SECTION 2. Statutory material to be repealed is bracketed			
21	and stricken. New statutory material is underscored.			
22	SECTION 3. This Act shall take effect on January 1, 2112.			

HB909 HD1 HMS 2007-2440

## Report Title:

Conflicts of Interest

## Description:

Expands conflicts of interests section of state ethics code. (HB909 HD1)

