

DAVID Y. IGE GOVERNOR

June 21, 2019 GOV. MSG. NO. 1225

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirtieth State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirtieth 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 21, 2019, the following bill was signed into law:

HB356 HD1 SD1

RELATING TO CLAIMS AGAINST THE STATE. **ACT 118 (19)** 

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

HOUSE OF REPRESENTATIVES THIRTIETH LEGISLATURE. 2019

STATE OF HAWAII

ORIGINAL

**ACT 1 1 8** H.B. NO. H.D. 1 S.D. 1

# A BILL FOR AN ACT

RELATING TO CLAIMS AGAINST THE STATE.

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

1 SECTION 1. Section 41D-3, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "§41D-3 Adjustment of claims against the State. (a) The 4 attorney general may review any claim. The attorney general may 5 refer claims to the comptroller for informal resolution. 6 All claims against the State that are within the 7 purview of section 41D-8 shall be reviewed in the first instance 8 by the comptroller for informal resolution as provided in this 9 section[-]; provided that: 10 [(c)] (1) The comptroller may compromise or settle a claim 11 within the purview of section 41D-8 for an amount not 12 exceeding [\$15,000,] \$25,000 and the comptroller may 13 pay the claim without review by the attorney general [-]; and 14 15 [<del>(d)</del>] (2) The comptroller may compromise or settle and pay 16 a tort claim not within the purview of section 41D-8 for [\$10,000 or less] an amount not exceeding \$25,000 17

without the necessity of court approval [, and the 1 2 comptroller may pay the claim].  $[\frac{(e)}{(e)}]$  (c) Upon referral by the comptroller, the attorney 3 general, in the attorney general's discretion, shall make 4 determinations of whether a claim would or would not be within 5 6 the purview of section 41D-8 for purposes of [subsections (c) 7 and (d).] subsection (b). 8  $\left[\frac{f}{f}\right]$  (d) If the tort claim cannot be resolved informally 9 as set forth in [subsections (c) and (d),] subsection (b), the 10 comptroller promptly shall inform the attorney general.  $\left[\frac{g}{g}\right]$  (e) All of the efforts of the comptroller or the 11 12 comptroller's delegate under this section shall be "compromise negotiations" within the meaning of rule 408, Hawaii Rules of 13 14 Evidence, as set forth in section 626-1. 15 [\(\frac{(\frac{1}{h})}{n}\)] (f) Claims compromised or settled under this section shall be paid from the state risk management revolving fund." 16 SECTION 2. Section 41D-4, Hawaii Revised Statutes, is 17 amended by amending subsection (f) to read as follows: 18 The comptroller shall prepare, for each fiscal year, 19 20 a report of all claims arbitrated, compromised, or settled [for \$10,000 or less] and paid from the state risk management 21

- 1 revolving fund[-] as provided in section 41D-3. The report
- shall be submitted to the legislature twenty days prior to the 2
- 3 commencement of the regular session next succeeding the year for
- 4 which the report is made."
- 5 SECTION 3. Section 662-11, Hawaii Revised Statutes, is
- 6 amended by amending subsection (b) to read as follows:
- 7 "(b) Claims arbitrated, compromised, or settled by the
- 8 attorney general for [\$10,000 or less] an amount not exceeding
- 9 \$25,000, shall be paid from the state risk management revolving
- 10 fund. Claims arbitrated, compromised, or settled by the
- 11 attorney general for more than [\$10,000] \$25,000 shall be paid
- only after funds are appropriated by the legislature for the 12
- 13 payment of those claims."
- 14 SECTION 4. Statutory material to be repealed is bracketed
- 15 and stricken. New statutory material is underscored.
- SECTION 5. This Act shall take effect on July 1, 2019. 16

APPROVED this **21** day of **JUN**, 2019

Avrid y Ize GOVERNOR OF THE STATE OF HAWAII

### HB No. 356, HD 1, SD 1

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

Date: April 30, 2019 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirtieth Legislature of the State of Hawaii, Regular Session of 2019.

Car

Scott K. Saiki Speaker House of Representatives

Pri L. Ille

Brian L. Takeshita

Chief Clerk

House of Representatives

## THE SENATE OF THE STATE OF HAWAI'I

Date: April 9, 2019 Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Third Reading in the Senate of the Thirtieth Legislature of the State of Hawai'i, Regular Session of 2019.

President of the Senate

Clerk of the Senate