

GOV. MSG. NO. 1266

EXECUTIVE CHAMBERS HONOLULU

DAVID Y. IGE GOVERNOR

July 1, 2021

The Honorable Ronald D. Kouchi, President and Members of the Senate Thirty First State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty First 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 July 1, 2021, the following bill was signed into law:

SB538 HD1 CD1

RELATING TO THE HAWAII CIVIL RIGHTS COMMISSION ACT 164 (21)

Sincerely,

Aarid 4

DAVID Y. IGE Governor, State of Hawai'i

Approved by the Governor JUL 0 1 2021

on \_\_\_\_

THE SENATE THIRTY-FIRST LEGISLATURE, 2021 STATE OF HAWAII

### ACT 164 S.B. NO. <sup>538</sup> <sup>H.D. 1</sup> <sup>C.D. 1</sup>

# A BILL FOR AN ACT

RELATING TO THE HAWAII CIVIL RIGHTS COMMISSION.

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

1 SECTION 1. The legislature finds that when Act 387, 2 Session Laws of Hawaii 1989, was enacted and codified as section 368-1.5, Hawaii Revised Statutes, it was meant to be the state 3 4 counterpart to section 504 of the federal Rehabilitation Act of 5 1973, as amended, to provide a state remedy for disability 6 discrimination and an alternative in situations where federal 7 remedies are also available. Additionally, section 368-1.5, 8 Hawaii Revised Statutes, provides those with disabilities 9 non-discriminatory access to state financially assisted 10 activities and programs regardless of whether that program or 11 activity also receives federal financial assistance.

12 The legislature further finds that the intent of section 13 368-1.5, Hawaii Revised Statutes, was originally, and is now, to 14 give the Hawaii civil rights commission jurisdiction over 15 disability discrimination claims, even if protections under 16 section 504 of the Rehabilitation Act, as amended, are 17 available.

## 2021-2688 SB538 CD1 SMA-1.doc

1

Page 2

#### S.B. NO. <sup>538</sup> H.D. 1 C.D. 1

1 Therefore, the purpose of this Act is to clarify the intent 2 of the legislature in enacting section 368-1.5, Hawaii Revised 3 Statutes, in light of the Hawaii Supreme Court's decision in 4 Hawaii Tech. Acad., et al. v. L.E., et al., 141 Haw. 147, 5 407 P.3d 103 (2017), which held that the legislature did not 6 intend the Hawaii civil rights commission to have jurisdiction 7 over disability discrimination claims under section 368-1.5, 8 Hawaii Revised Statutes, if protections under section 504 of the 9 Rehabilitation Act, as amended, are applicable. To address 10 concerns regarding potential duplication of services under the 11 Individuals with Disabilities Education Act, P.L. 101-476, as 12 amended, the Rehabilitation Act of 1973, and their respective 13 appeals processes, this Act excludes cases within the scope of 14 the Individuals with Disabilities Education Act from the Hawaii 15 civil rights commission's jurisdiction under section 368-1.5, 16 Hawaii Revised Statutes.

17 SECTION 2. Section 368-1.5, Hawaii Revised Statutes, is18 amended to read as follows:

19 "\$368-1.5 Programs and activities receiving state
20 financial assistance. (a) No otherwise qualified individual in
21 the State shall, [solely] by reason of [his-or her] the

# 2021-2688 SB538 CD1 SMA-1.doc

2

Page 3

#### S.B. NO. <sup>538</sup> H.D. 1 C.D. 1

<u>individual's</u> disability, be excluded from the participation in,
 be denied the benefits of, or be subjected to discrimination by
 state agencies, or under any program or activity receiving state
 financial assistance.

(b) As used in this section[<del>, the term "disability"</del>]:
<u>"Disability"</u> means the state of having a physical or mental
impairment [which] that substantially limits one or more major
life activities, having a record of such an impairment, or being
regarded as having such an impairment.

10 "Program or activity receiving state financial assistance"
11 includes a program or activity that receives federal and state
12 financial assistance.

13 [<del>(c) As used in this section, "state</del>] "State financial 14 assistance" means grants, purchase-of-service contracts, or any 15 other arrangement by which the State provides or otherwise makes 16 available assistance in the form of funds to an entity for the 17 purpose of rendering services on behalf of the State. It does not include procurement contracts, state insurance or quaranty 18 19 contracts, licenses, tax credits, or loan guarantees to private 20 businesses of general concern that do not render services on 21 behalf of the State."

# 2021-2688 SB538 CD1 SMA-1.doc

3

#### S.B. NO. <sup>538</sup> H.D. 1 C.D. 1

1 Section 368-11, Hawaii Revised Statutes, is SECTION 3. 2 amended by amending subsection (a) to read as follows: 3 "(a) The commission shall have jurisdiction over the 4 subject of discriminatory practices made unlawful by part I of 5 chapter 489, chapter 515, part I of chapter 378, and this 6 chapter [-]; provided that the commission shall not have 7 jurisdiction over claims within the scope of the Individuals 8 with Disabilities Education Act, P.L. 101-476, as amended. Any 9 individual claiming to be aggrieved by an alleged unlawful 10 discriminatory practice may file with the commission's executive 11 director a complaint in writing that shall state the name and 12 address of the person or party alleged to have committed the 13 unlawful discriminatory practice complained of, set forth the 14 particulars thereof, and contain other information as may be 15 required by the commission. The attorney general, or the 16 commission upon its own initiative, may, in like manner, make 17 and file a complaint." 18 SECTION 4. Statutory material to be repealed is bracketed and stricken. New statutory material is underscored. 19

20 SECTION 5. This Act shall take effect on July 1, 2022.

. · .

Page 4

### S.B. NO. <sup>538</sup> H.D. 1 C.D. 1

APPROVED this **a** to day of **JL** , 2021

Arrid Y by

GOVERNOR OF THE STATE OF HAWAII

## THE SENATE OF THE STATE OF HAWAI'I

Date: April 27, 2021 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate

of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2021.

President of the senate

Canolly

Clerk of the Senate

#### SB No. 538, HD 1, CD 1

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

Date: April 27, 2021 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2021.

am

Scott K. Saiki Speaker House of Representatives

This his that

Brian L. Takeshita Chief Clerk House of Representatives