JAN 2 3 2025

A BILL FOR AN ACT

RELATING TO GOVERNMENT RECORDS.

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

- 1 SECTION 1. The legislature finds that transparency and
- 2 accountability in government operations are fundamental to
- 3 public trust. The legislature also finds that public agencies
- 4 in the State increasingly rely on private contractors to perform
- 5 government functions, including creating, maintaining, or using
- 6 records critical to public oversight. The legislature believes
- 7 it is critical to prevent the circumvention of public agencies'
- 8 transparency obligations through the outsourcing of their
- 9 government functions by ensuring that these records remain
- 10 accessible under Hawaii's public records law, the Uniform
- 11 Information Practices Act (UIPA).
- 12 The purpose of this Act is to clarify that records created,
- 13 received, maintained, or used by private contractors performing
- 14 governmental functions on behalf of public agencies are subject
- 15 to the UIPA.

1	SECTION 2. Chapter 92F, Hawaii Revised Statutes, is
2	amended by adding two new sections to part II to be
3	appropriately designated and to read as follows:
4	"§92F-A Government Function Outsourcing Contracts;
5	requirements. (a) All government function outsourcing
6	contracts shall include provisions that require:
7	(1) The contractor to:
8	(A) Comply with the government record disclosure
9	requirements of this chapter;
10	(B) Maintain government records in accordance with
11	retention schedules established under state law;
12	and
13	(C) Designate a custodian of government records
14	responsible for responding to requests for access
15	to government records; and
16	(2) The contract to be terminated upon the determination
17	of the office of information practices that the
18	contractor violated the recordkeeping and disclosure
19	requirements under this chapter.
20	(b) Any agency that enters into a government function
21	outsourcing contract shall:

1	(1)	Be responsible for ensuring compliance with this
2		chapter by the agency and contractor, which shall
3		include but not be limited to providing oversight of
4		the contractor's recordkeeping and responses to
5		requests for access to government records; and
6	(2)	Make available on the agency's website a list of all
7		government function outsourcing contracts entered into
8		by the agency with an outline of the nature of
9		services contracted and the government records subject
10		to disclosure pursuant to this part.
11	<u>(c)</u>	No contractor shall deny a request for access to
12	governmen	t records on the basis of trade secret or other
13	proprieta	ry information except where specifically protected by
14	law, as d	etermined by the office of information practices.
15	(d)	Each public agency that enters into a government
16	function	outsourcing contract shall submit an annual report of
17	its findi	ngs and recommendations, including any proposed
18	legislati	on, to the legislature no later than twenty days prior
19	to the co	nvening of each regular session, beginning with the
20	regular s	ession of 2026. The reports shall include:

1	<u>(1)</u>	All government function outsourcing contracts entered
2		into by the agency during the preceding year;
3	(2)	The type and volume of each of the government records
4		created, received, maintained, or used by contractors;
5		and
6	(3)	A list of requests for access to government records
7		received by the agency and contractor for contractor-
8		held government records and their resolutions.
9	<u>(e)</u>	For the purposes of this section:
10	<u>"Con</u>	tractor" means a private person that enters into a
11	governmen	t function outsourcing contract with an agency.
12	<u>"Gov</u>	ernment function" means a service, program, or activity
13	that an a	gency is authorized or required by law to perform.
14	<u>"Gov</u>	ernment function outsourcing contract" means a contract
15	or other	agreement under which an agency delegates performance
16	of a gove	rnment function to a private person.
17	<u>"Tra</u>	de secret" has the same meaning as defined in section
18	482B-2."	
19	<u>§</u> 92F	-B Civil penalties. (a) Any contractor who violates
20	the recor	dkeeping and disclosure requirements of this chapter as
21	determine	d by the office of information practices, shall be

- 1 subject to a civil penalty not to exceed \$10,000 for each
- 2 violation, and the government function outsourcing contract
- 3 shall be terminated.
- **4** (b) For the purposes of this section:
- 5 "Contractor" has the same meaning as defined in section
- **6** 92F-A.
- 7 "Government function outsourcing contract" has the same
- 8 meaning as defined in section 92F-A."
- 9 SECTION 3. Section 92F-3, Hawaii Revised Statutes, is
- 10 amended by amending the definition of "government record" to
- 11 read as follows:
- "Government record" means information maintained by an
- 13 agency in written, auditory, visual, electronic, or other
- 14 physical form. "Government record" includes any information in
- 15 written, auditory, visual, electronic, or other physical form
- 16 that is created, received, maintained, or used by a private
- 17 person in performance of a contract or other agreement with an
- 18 agency, under which the agency delegates performance of a
- 19 government function to the private person."
- 20 SECTION 4. Section 92F-42, Hawaii Revised Statutes, is
- 21 amended to read as follows:

1	"§92.	F-42 Powers and duties of the office of information
2	practices	. The director of the office of information practices:
3	(1)	Shall, upon request, review and rule on an agency
4		denial of access to information or records, or an
5		agency's granting of access; provided that any review
6		by the office of information practices shall not be a
7		contested case under chapter 91 and shall be optional
8		and without prejudice to rights of judicial
9		enforcement available under this chapter;
10	(2)	Upon request by an agency, shall provide and make
11		public advisory guidelines, opinions, or other
12		information concerning that agency's functions and
13		responsibilities;
14	(3)	Upon request by any person, may provide advisory
15		opinions or other information regarding that person's
16		rights and the functions and responsibilities of
17		agencies under this chapter;
18	(4)	May conduct inquiries regarding compliance by an
19		agency and investigate possible violations by any
20		agency;

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1	(5)	May examine the records of any agency for the purpose
2		of paragraphs (4) and (18) and seek to enforce that
3		power in the courts of this State;
4	(6)	May recommend disciplinary action to appropriate
5		officers of an agency;
6	(7)	Shall report annually to the governor and the state
7		legislature on the activities and findings of the
8		office of information practices, including
9		recommendations for legislative changes;
10	(8)	Shall receive complaints from and actively solicit the
11		comments of the public regarding the implementation of
12		this chapter;
13	(9)	Shall review the official acts, records, policies, and
14		procedures of each agency;
15	(10)	Shall assist agencies in complying with the provisions
16		of this chapter;
17	(11)	Shall inform the public of the following rights of an
18		individual and the procedures for exercising them:
19		(A) The right of access to records pertaining to the
20		individual;

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1		(B)	The right to obtain a copy of records pertaining
2			to the individual;
3		(C)	The right to know the purposes for which records
4			pertaining to the individual are kept;
5		(D)	The right to be informed of the uses and
6			disclosures of records pertaining to the
7			individual;
8		(E)	The right to correct or amend records pertaining
9			to the individual; and
10		(F)	The individual's right to place a statement in a
11			record pertaining to that individual;
12	(12)	Shal	l adopt rules that set forth an administrative
13		appe	als structure which provides for:
14		(A)	Agency procedures for processing records
15			requests;
16		(B)	A direct appeal from the division maintaining the
17			record; and
18		(C)	Time limits for action by agencies;
19	(13)	Shal	l adopt rules that set forth the fees and other
20		char	ges that may be imposed for searching, reviewing,
21		or s	egregating disclosable records, as well as to

1		provide for a waiver of fees when the public interest
2		would be served;
3	(14)	Shall adopt rules which set forth uniform standards
4		for the records collection practices of agencies;
5	(15)	Shall adopt rules that set forth uniform standards for
6		disclosure of records for research purposes;
7	(16)	Shall have standing to appear in cases where the
8		provisions of this chapter or part I of chapter 92 are
9		called into question;
10	(17)	Shall adopt, amend, or repeal rules pursuant to
11		chapter 91 necessary for the purposes of this chapter;
12		[and]
13	(18)	Shall take action to oversee compliance with part I of
14		chapter 92 by all state and county boards including:
15		(A) Receiving and resolving complaints;
16		(B) Advising all government boards and the public
17		about compliance with chapter 92; and
18		(C) Reporting each year to the legislature on all
19		complaints received pursuant to section 92-
20		1.5[÷] <u>;</u>

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1	(19)	May conduct inquiries regarding compliance by a	
2		contractor and investigate possible violations of this	
3		chapter; and	
4	(20)	Shall, upon request, review and rule on whether a	
5		contractor violated any recordkeeping or disclosure	
6		requirements of this chapter.	
7	For	the purposes of this section, "contractor" has the same	
8	meaning a	s defined in section 92F-A."	
9	SECT	ION 5. In codifying the new sections added by	
10	section 2 of this Act, the revisor of statutes shall substitute		
11	appropria	te section numbers for the letters used in designating	
12	the new s	ections in this Act.	
13	SECT	ION 6. This Act does not affect rights and duties that	
14	matured,	penalties that were incurred, and proceedings that were	
15	begun bef	ore its effective date.	
16	SECT	ION 7. If any provision of this Act, or the	
17	applicati	on thereof to any person or circumstance, is held	
18	invalid,	the invalidity does not affect other provisions or	
19	applicati	ons of the Act that can be given effect without the	
20	invalid p	rovision or application, and to this end the provisions	
21	of this A	ct are severable.	



- 1 SECTION 8. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 9. This Act shall take effect July 1, 2025.

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INTRODUCED BY: Ofmer Mercado Ken

Report Title:

OIP; UIPA; Transparency; Government Records; Government Function Outsourcing Contracts; Contractors; Disclosure; Recordkeeping; Civil Penalty; Reports

Description:

Clarifies that government records subject to disclosure requirements under the Uniform Information Practices Act include information that is created, received, maintained, or used by private contractors in performance of a government function outsourcing contract. Establishes requirements for parties to government function outsourcing contracts. Establishes civil penalties. Requires reports to the Legislature. Allows the Office of Information Practices to conduct inquiries regarding compliance by a private contractor and investigate possible violations.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.