

January 30, 2025

2025 JAN 30 PM 2:29  
OFFICE OF THE  
COUNTY COUNCIL

RECEIVED

MEMO TO: KA'Ā-1(2) File

F R O M: Keani N.W. Rawlins-Fernandez, Chair   
Kōmike Aloha 'Āina

SUBJECT: **TRANSMITTAL OF INFORMATIONAL DOCUMENT RELATING TO  
TRANSITIONING KALAWAO COUNTY TO MAUI COUNTY**  
(KA'Ā-1(2))

The attached informational document pertains to Item 1(2) on the Committee's agenda.

ka'ā:ltr:001(2)afile02:kmat

Attachment

# Resolution

No. 21-190

APPROVING FOR INCLUSION IN THE 2022  
MAUI COUNTY COUNCIL LEGISLATIVE  
PACKAGE A STATE BILL TO INCORPORATE  
KALAUPAPA SETTLEMENT INTO MAUI COUNTY

WHEREAS, in 1865 the Kingdom of Hawai'i passed "An Act to Prevent the Spread of Leprosy," and designated Kalaupapa on the Island of Moloka'i as the place where those with leprosy, or Hansen's disease, would reside; and

WHEREAS, in 1905; the Territorial Legislature passed the County Act, forming county governance and placing Kalawao County under the jurisdiction of the Department of Health, with the Director of Health serving as the Mayor of Kalawao County; and

WHEREAS, at its peak, about 1,200 men, women, and children were in exile at Kalaupapa; and

WHEREAS, today, there are about 10 remaining patients at Kalaupapa; and

WHEREAS, the significant reduction in the number of patients no longer necessitates the governance of the Department of Health; now, therefore,

BE IT RESOLVED by the Council of the County of Maui:

1. That the proposed State bill, attached as Exhibit "A," to incorporate the Kalaupapa Settlement into Maui County, is approved for inclusion in the 2022 Maui County Council Legislative Package; and
2. That verified copies of this Resolution be transmitted to the Mayor Michael P. Victorino.

\_\_\_\_.B. NO.\_\_\_\_

---

# A BILL FOR AN ACT

RELATING TO KALAWAO COUNTY.

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

1       SECTION 1. The legislature finds that the remaining number  
2 of Hansen's disease patients in Kalawao County no longer  
3 necessitates governance by the Department of Health.

4       The purpose of this Act is to abolish Kalawao County and  
5 incorporate the portion of the island of Molokai known as  
6 Kalaupapa, Kalawao, and Waikolu and commonly known or designated  
7 as the Kalaupapa Settlement into Maui County.

8       Section 2. Section 4-1, Hawaii Revised Statutes, is amended  
9 as follows:

10       "**§4-1 Districts, generally.** For election, taxation, city,  
11 county, and all other purposes, the State shall be divided into  
12 the following districts; provided that the establishment of  
13 election districts shall be exclusively governed by article IV of  
14 the constitution of the State of Hawaii and chapter 25:

15       (1) The island and county of Hawaii shall be divided into  
16 nine districts as follows:

17       (A) Puna, to be styled the Puna district;

\_\_\_\_.B. NO. \_\_\_\_\_

1 (B) From the Hakalau stream to the boundary of South  
2 Hilo and Puna, to be styled the South Hilo district;

3 (C) From the boundary of Hamakua and North Hilo to the  
4 Hakalau stream, to be styled the North Hilo district;

5 (D) Hamakua, to be styled the Hamakua district;

6 (E) North Kohala, to be styled the North Kohala district;

7 (F) South Kohala, to be styled the South Kohala district;

8 (G) North Kona, to be styled the North Kona district;

9 (H) South Kona, to be styled the South Kona district;

10 and

11 (I) Kau, to be styled the Kau district.

12 (2) The islands of Maui, Molokai, Lanai, and Kahoolawe [~~the~~  
13 ~~counties of Maui and Kalawao~~] and the county of Maui shall be  
14 divided into [~~seven~~] six districts as follows:

15 (A) Kahikinui, Kaupo, Kipahulu, Hana, and Koolau, to be  
16 styled the Hana district;

17 (B) Hamakualoa, Hamakuapoko, portion of Kula, and  
18 Honuaula, the western boundary being a line starting from the sea  
19 at Kapukaulua on the boundary between the ahupuaas of Haliimaile  
20 and Wailuku, thence running inland following the boundary to the  
21 mauka side of the Lowrie ditch, thence following the mauka side of  
22 the ditch and its projected extension to the Waiakoa gulch which

\_\_\_\_.B. NO. \_\_\_\_\_

1 is the boundary between the ahupuaas of Pulehunui and Waiakoa,  
2 thence down along the boundary to the mauka boundary of the Waiakoa  
3 Homesteads (makai section), thence along the boundary to the  
4 ahupuaa of Kaonoulu, thence across the ahupuaa of Kaonoulu to the  
5 mauka boundary of the Waiohuli-Keokea Beach Homesteads, thence  
6 along the boundary to the mauka boundary of the Kamaole Homesteads,  
7 thence along the boundary and the extension thereof to the north  
8 boundary of the ahupuaa of Paeahu, thence along the boundary to  
9 the sea, and including the island of Kahoolawe, to be styled the  
10 Makawao district;

11 (C) All that portion of central Maui lying east of a  
12 line along the boundary of the ahupuaas of Kahakuloa and Honokohau  
13 to the peak of Eke crater, thence along the ridge of mountains and  
14 down the bottom of Manawainui gulch to the sea, and west of the  
15 boundary of Makawao district, to be styled Wailuku district;

16 (D) All that portion of Maui lying west of Wailuku  
17 district, to be styled the Lahaina district;

18 (E) The island of Molokai, ~~[except that portion of the~~  
19 ~~island known as Kalaupapa, Kalawao, and Waikolu and commonly known~~  
20 ~~or designated as the Settlement for Hansen's disease sufferers,]~~  
21 to be styled the Molokai district; and

\_\_\_\_.B. NO. \_\_\_\_\_

1           ~~[(F) All that portion of the island of Molokai known as~~  
2   ~~Kalaupapa, Kalawao, and Waikolu forming the county of Kalawao, to~~  
3   ~~be styled the Kalawao district, and]~~

4           ~~[(+G)]~~ (F)   The island of Lanai, to be styled the Lanai  
5   district.

6           (3)   For judicial purposes, the island of Oahu shall be  
7   divided into seven districts as follows:

8           (A)   From Makapuu Head in Maunaloa to Moanalua inclusive,  
9   and the islands not included in any other district, to be styled  
10   the Honolulu district;

11           (B)   Ewa, excluding Waikakalua, Waipio Acres, and  
12   Mililani Town, to be styled the Ewa district;

13           (C)   Waianae excluding Waianae Uka, to be styled the  
14   Waianae district;

15           (D)   From Kaena point to and including Waialeale Stream  
16   excluding Wahiawa, hereinafter described, to be styled the Waialua  
17   district;

18           (E)   From Waialeale Stream to Lae o ka Oio, to be styled  
19   the Koolauloa district;

20           (F)   From Lae o ka Oio to Makapuu Head in Waimanalo, to  
21   be styled the Koolaupoko district; and

\_\_\_\_.B. NO. \_\_\_\_\_

1           (G)    Wahiawa and Waianae Uka, including Waikakalaua,  
2   Waipio Acres, and Mililani Town, lying between Ewa and Waialua  
3   districts and more particularly described in the following  
4   manner: Beginning at Puu Kaaumakua in the Koolau range and running  
5   to and along the south boundary of Waianae Uka (which is also the  
6   south boundary of Schofield Barracks Military Reservation) to Puu  
7   Hapapa in the Waianae range; thence continuing along Schofield  
8   Barracks Military Reservation northerly along the Waianae range to  
9   Puu Kaala, easterly along Mokuleia down ridge to Puu Pane,  
10   continuing to Maili Trig. station, and down ridge to Haleauau  
11   stream and down Haleauau stream to Kaukonahua gulch, and easterly  
12   along the gulch to the west boundary of the ahupuaa of Wahiawa;  
13   thence leaving Schofield Barracks Military Reservation and  
14   following up and along the west and north boundaries of the ahupuaa  
15   of Wahiawa to the Koolau range; thence along the Koolau range to  
16   the beginning; to be styled the Wahiawa district.

17       (4)   For all purposes except for judicial, the island of Oahu  
18   shall be divided into seven districts as follows:

19           (A)   From Makapuu Head in Maunalua to Moanalua inclusive,  
20   and the islands not included in any other district, to be styled  
21   the Honolulu district;

22           (B)   Ewa, to be styled the Ewa district;

\_\_\_\_.B. NO. \_\_\_\_\_

1           (C)    Waianae excluding Waianae Uka, to be styled the  
2   Waianae district;

3           (D)    From Kaena point to and including the ahupuaa of  
4   Waimea excluding Wahiawa, hereinafter described, to be styled the  
5   Waialua district;

6           (E)    From Waimea to Lae o ka Oio, to be styled the  
7   Koolauloa district;

8           (F)    From Lae o ka Oio to Makapuu Head in Waimanalo, to  
9   be styled the Koolaupoko district; and

10          (G)    Wahiawa and Waianae Uka, lying between Ewa and  
11   Waialua districts and more particularly described in the following  
12   manner: Beginning at Puu Kaaumakua in the Koolau range and running  
13   to and along the south boundary of Waianae Uka (which is also the  
14   south boundary of Schofield Barracks Military Reservation) to Puu  
15   Hapapa in the Waianae range; thence continuing along Schofield  
16   Barracks Military Reservation northerly along the Waianae range to  
17   Puu Kaala, easterly along Mokuleia down ridge to Puu Pane,  
18   continuing to Maili Trig. station, and down ridge to Haleauau  
19   stream and down Haleauau stream to Kaukonahua gulch, and easterly  
20   along the gulch to the west boundary of the ahupuaa of Wahiawa;  
21   thence leaving Schofield Barracks Military Reservation and  
22   following up and along the west and north boundaries of the ahupuaa



\_\_\_\_.B. NO. \_\_\_\_\_

1 of Wahiawa to the Koolau range; thence along the Koolau range to  
2 the beginning; to be styled the Wahiawa district.

3 (5) The islands of Kauai, Niihau, Kaula, and county of Kauai,  
4 shall be divided into five districts as follows:

5 (A) From Puanaaiea point to the ili of Eleele, including  
6 the islands of Niihau and Kaula, to be styled the Waimea district;

7 (B) From and including the ili of Eleele to and including  
8 Mahaulepu, to be styled the Koloa district;

9 (C) From and including Kipu to the northerly bank of the  
10 north fork and the main Wailua river, to be styled the Lihue  
11 district;

12 (D) From the northerly bank of the north fork and the  
13 main Wailua river to Kealaakaiole, to be styled the Kawaihau  
14 district; and

15 (E) From and including Kealaakaiole to Puanaaiea point  
16 to be styled the Hanalei district."

17 SECTION 3. Section 11-1, Hawaii Revised Statutes, is amended  
18 by amending the definition of "county" to read as follows:

19 "'County", the counties of Hawaii, Maui, Kauai, and the city  
20 and county of Honolulu, as the context may require. ~~For the~~  
21 ~~purposes of this title, the county of Kalawao shall be deemed to~~  
22 ~~be included in the county of Maui.] "~~

\_\_\_\_.B. NO. \_\_\_\_\_

1       SECTION 4. Section 11-61, Hawaii Revised statutes, is amended  
2 by amending subsection (a) to read as follows:

3       "(a) The term "political party" means any party which has  
4 qualified as a political party under sections 11-62 and 11-64 and  
5 has not been disqualified by this section. A political party shall  
6 be an association of voters united for the purpose of promoting a  
7 common political end or carrying out a particular line of political  
8 policy and which maintains a general organization throughout the  
9 State, including a regularly constituted central committee and  
10 county committees in each county [~~other than Kalawao~~]."

11       SECTION 5. Section 23.81, Hawaii Revised Statutes, is amended  
12 by amending subsection (c) to read as follows:

13       "(c) This section shall apply to the following:

14       (1) Section 237-23(a)(3)--Fraternal benefit societies,  
15 orders, or associations for the payment of benefits to members;

16       (2) Section 237-23(a)(4)--Corporations, associations,  
17 trusts, or societies:

18               (A) Organized and operated exclusively for religious,  
19 charitable, scientific, or educational purposes;

20               (B) Operating senior citizens housing facilities  
21 qualifying for loans under the United States Housing Act of 1959,  
22 as amended;

\_\_\_\_.B. NO. \_\_\_\_\_

- 1           (C) Operating legal service plans; or
- 2           (D) Operating or managing homeless facilities or other
- 3 programs for the homeless;
- 4           (3) Section 237-23(a)(5)--Business leagues, chambers of
- 5 commerce, boards of trade, civic leagues, agricultural and
- 6 horticultural organizations, and organizations operated
- 7 exclusively for the benefit of the community or promotion of social
- 8 welfare, including legal service plans;
- 9           (4) Section 237-23(a)(6)--Hospitals, infirmaries, and
- 10 sanitararia;
- 11           (5) Section 237-23(a)(7)--Tax-exempt potable water companies
- 12 serving residential communities lacking access to public utility
- 13 water services;
- 14           (6) Section 237-23(a)(8)--Agricultural cooperative
- 15 associations incorporated under state or federal law;
- 16           (7) Section 237-23(a)(9)--Persons affected with Hansen's
- 17 disease and kokuas with respect to business within the ~~[county of~~
- 18 ~~Kalawao]~~ portion of the island of Molokai known as Kalaupapa,
- 19 Kalawao, and Waikolu, and commonly known or designated as the
- 20 Kalaupapa Settlement;
- 21           (8) Section 237-23(a)(10)--Corporations, companies,
- 22 associations, or trusts organized for cemeteries; and

\_\_\_\_.B. NO. \_\_\_\_\_

1           (9) Section 237-23(a)(11)--Nonprofit shippers."

2           SECTION 6. Section 101-1, Hawaii Revised Statutes, is amended  
3 by amending the definition of "county" to read as follows:

4           ""County" means a county [~~except the county of Kalawao~~] and  
5 any agency of a county, including the board of water supply  
6 thereof, duly authorized to exercise the power of eminent domain."

7           SECTION 7. Section 103F-202, Hawaii Revised Statutes, is  
8 amended by amending subsection (a) to read as follows:

9           "(a) There is established a community council on purchase of  
10 health and human services. The community council shall be  
11 comprised of no more than nine voting members, and one non-voting,  
12 ex-officio member of the interagency committee on purchase of  
13 health or human services designated by the majority of the members  
14 of the committee. There shall be a member from each county[~~7~~  
15 ~~except the county of Kalawao~~] and up to five members interested  
16 in health, human services, employment, or the provision of services  
17 to children and youth."

18           SECTION 8. Section 127A-2, Hawaii Revised Statutes, is  
19 amended is amended by amending the definition of "county" to read  
20 as follows:

21           ""County" means the city and county of Honolulu, and the  
22 counties of Hawaii, Kauai, and Maui[~~7~~, ~~provided that the county of~~

\_\_\_\_.B. NO. \_\_\_\_\_

1 ~~Maui shall include the county of Kalawao for the purposes of this~~  
2 ~~chapter]."~~

3 SECTION 9. Section 128A-2, Hawaii Revised Statutes, is  
4 amended is amended by amending the definition of "county" to read  
5 as follows:

6 "'County" means any of the political subdivisions of the  
7 State, including the counties of Hawaii, Maui, and Kauai and the  
8 city and county of Honolulu~~[, but does not include the county of~~  
9 ~~Kalawao]."~~

10 SECTION 10. Section 128E-4, Hawaii Revised Statutes, is  
11 amended as follows:

12 "[**\$128E-4** Establishment of emergency planning  
13 **districts.** Each county is designated as an emergency planning  
14 district for the purposes of this chapter~~[, provided that the~~  
15 ~~department shall be responsible for Kalawao county]."~~

16 SECTION 11. Section 231-2, Hawaii Revised Statutes, is  
17 amended as follows:

18 **\$231-2 Taxation districts.** For the purpose of taxation, the  
19 State is divided into the following four districts:

20 (1) The city and county of Honolulu, to be called the first  
21 district;

\_\_\_\_.B. NO. \_\_\_\_\_

1           (2) The [~~counties~~] county of Maui [~~and Kalawae~~], to be called  
2 the second district;

3           (3) The county of Hawaii, to be called the third district;  
4 and

5           (4) The county of Kauai, to be called the fourth district.

6           SECTION 12. Section 237-23, Hawaii Revised Statutes, is  
7 amended by amending subsection (a) to read as follows:

8           "(a) This chapter shall not apply to the following persons:

9           (1) Public service companies as that term is defined in  
10 section 239-2, with respect to the gross income, either actual  
11 gross income or gross income estimated and adjusted, that is  
12 included in the measure of the tax imposed by chapter 239;

13           (2) Public utilities owned and operated by the State or any  
14 county, or other political subdivision thereof;

15           (3) Fraternal benefit societies, orders, or associations,  
16 operating under the lodge system, or for the exclusive benefit of  
17 the members of the fraternity itself, operating under the lodge  
18 system, and providing for the payment of death, sick, accident, a  
19 legal service plan, or other benefits to the members of the  
20 societies, orders, or associations, and to their dependents;

21           (4) Corporations, associations, trusts, or societies  
22 organized and operated exclusively for religious, charitable,

\_\_\_\_.B. NO. \_\_\_\_\_

1 scientific, or educational purposes, as well as that of operating  
2 senior citizens housing facilities qualifying for a loan under the  
3 laws of the United States as authorized by section 202 of the  
4 Housing Act of 1959, as amended, as well as that of operating a  
5 legal service plan, as well as that of operating or managing a  
6 homeless facility, or any other program for the homeless authorized  
7 under part XVII of chapter 346;

8 (5) Business leagues, chambers of commerce, boards of trade,  
9 civic leagues, agricultural and horticultural organizations, and  
10 organizations operated exclusively for the benefit of the  
11 community and for the promotion of social welfare that shall  
12 include the operation of a legal service plan, and from which no  
13 profit inures to the benefit of any private stockholder or  
14 individual;

15 (6) Hospitals, infirmaries, and sanitararia;

16 (7) Companies that provide potable water to residential  
17 communities that lack any access to public utility water services  
18 and are tax exempt under section 501(c)(12) of the Internal Revenue  
19 Code of 1986, as amended;

20 (8) Cooperative associations incorporated under chapter 421  
21 or Code section 521 cooperatives which fully meet the requirements

\_\_\_\_.B. NO. \_\_\_\_\_

1 of section 421-23, except Code section 521 cooperatives need not  
2 be organized in Hawaii; provided that:

3 (A) The exemption shall apply only to the gross income  
4 derived from activities that are pursuant to purposes and powers  
5 authorized by chapter 421, except those provisions pertaining to  
6 or requiring corporate organization in Hawaii do not apply to Code  
7 section 521 cooperatives;

8 (B) The exemption shall not relieve any person who  
9 receives any proceeds of sale from the association of the duty of  
10 returning and paying the tax on the total gross proceeds of the  
11 sales on account of which the payment was made, in the same amount  
12 and at the same rate as would apply thereto had the sales been  
13 made directly by the person, and all those persons shall be so  
14 taxable; and

15 (C) As used in this paragraph, "Code section 521  
16 cooperatives" mean associations that qualify as a cooperative  
17 under section 521 (with respect to exemption of farmers'  
18 cooperatives from tax) of the Internal Revenue Code of 1986, as  
19 amended;

20 (9) Persons affected with Hansen's disease and kokuas, with  
21 respect to business within [~~the county of Kalawao~~] Kalaupapa,



\_\_\_\_.B. NO. \_\_\_\_\_

1 Kalawao, and Waikolu, commonly known or designated as the Kalaupapa  
2 settlement;

3 (10) Corporations, companies, associations, or trusts  
4 organized for the establishment and conduct of cemeteries no part  
5 of the net earnings of which inures to the financial benefit of  
6 any private stockholder or individual; provided that the exemption  
7 shall apply only to the activities of those persons in the conduct  
8 of cemeteries and shall not apply to any activity the primary  
9 purpose of which is to produce income, even though the income is  
10 to be used for or in the furtherance of the exempt activities of  
11 those persons; and

12 (11) Nonprofit shippers associations operating under part  
13 296 of the Civil Aeronautics Board Economic Regulations."

14 SECTION 13. Section 281-1, Hawaii Revised Statutes, is  
15 amended by amending the definition of "county" to read as follows:

16 "'County" means the county in respect of which each commission  
17 has jurisdiction under this chapter[; ~~provided that in the county~~  
18 ~~of Kalawao liquor may be sold only by such persons and only under~~  
19 ~~such conditions as may be permitted or prescribed from time to~~  
20 ~~time by the department of health]."~~

21 SECTION 14. Section 326-24, Hawaii Revised Statutes, is  
22 amended as follows:

\_\_\_\_.B. NO. \_\_\_\_\_

1       "**§326-24 Rules.** The director of health may adopt rules  
2 pursuant to chapter 91 necessary for the conduct of all matters  
3 pertaining to Hansen's disease, the treatment and care thereof,  
4 and other services provided to persons affected with Hansen's  
5 disease[, and the full and complete governance of the county of  
6 Kalawao], except as limited by this chapter."

7       SECTION 15. Section 326-34, Hawaii Revised Statutes, is  
8 repealed.

9       [~~"§326-34 County of Kalawao; governance. (a) The county of~~  
10 ~~Kalawao shall consist of that portion of the island of Molokai~~  
11 ~~known as Kalaupapa, Kalawao, and Waikelu, and commonly known or~~  
12 ~~designated as the Kalaupapa Settlement, and shall not be or form~~  
13 ~~a portion of the county of Maui, but is constituted a county by~~  
14 ~~itself. As a county it shall have only the powers especially~~  
15 ~~conferred and given by sections 326-34 to 326-38 and, except as~~  
16 ~~provided in those sections, none of the provisions of the Hawaii~~  
17 ~~Revised Statutes regarding counties shall be deemed to refer to or~~  
18 ~~shall be applicable to the county of Kalawao.~~

19       ~~(b) The county of Kalawao shall be under the jurisdiction and~~  
20 ~~control of the department of health and be governed by the laws,~~  
21 ~~and rules relating to the department and the care and treatment of~~

\_\_\_\_.B. NO. \_\_\_\_\_

1 ~~persons affected with Hansen's disease, except as otherwise~~  
2 ~~provided by law."]~~

3 SECTION 16. Section 326-35, Hawaii Revised Statutes, is  
4 repealed.

5 [~~"There shall be no county officer in the county other than~~  
6 ~~a sheriff, who shall be a patient resident of and be appointed in~~  
7 ~~the county by the department of health and who shall hold office~~  
8 ~~at the pleasure of the department or until a successor is appointed~~  
9 ~~by the department. When a qualified patient resident is not~~  
10 ~~available, the department may appoint a staff employee or other~~  
11 ~~qualified person to serve as sheriff."]~~

12 SECTION 17. Section 326-36, Hawaii Revised Statutes, is  
13 repealed.

14 [~~"The salary of the sheriff shall be fixed and paid by the~~  
15 ~~department of health out of the appropriation allowed by the~~  
16 ~~legislature for the care and treatment of persons affected with~~  
17 ~~Hansen's disease."]~~

18 SECTION 18. Section 326-37, Hawaii Revised Statutes, is  
19 repealed.

20 [~~"The sheriff of the county of Kalawao shall preserve the~~  
21 ~~public peace and shall arrest and take before the district judge~~  
22 ~~for examination all persons who attempt to commit or who have~~

\_\_\_\_.B. NO. \_\_\_\_\_

1 ~~committed a public offense and prosecute the same to the best of~~  
2 ~~the sheriff's ability."']~~

3 SECTION 19. Section 326-38, Hawaii Revised Statutes, is  
4 repealed.

5 [~~"The sheriff may appoint and dismiss and reappoint as many~~  
6 ~~police officers as may be authorized by the department of health~~  
7 ~~for the county. Patient residents, for the services rendered as~~  
8 ~~police officers, shall receive pay as the department determines~~  
9 ~~and which pay shall be taken out of and from the appropriation~~  
10 ~~made by the legislature for the care and treatment of persons~~  
11 ~~affected with Hansen's disease. The sheriff shall have other powers~~  
12 ~~and duties within the county of Kalawao and appropriate thereto as~~  
13 ~~are prescribed by law for the chiefs of police or police officers~~  
14 ~~of the several counties respectively."']~~

15 SECTION 20. Section 329D-2, Hawaii Revised Statutes, is  
16 amended by amending subsection (d) to read as follows:

17 "(d) The department shall issue eight dispensary licenses  
18 statewide; provided that three dispensary licenses shall be issued  
19 for the city and county of Honolulu, two dispensary licenses each  
20 shall be issued for the county of Hawaii and the county of Maui,  
21 and one dispensary license shall be issued for the county of

\_\_\_\_.B. NO. \_\_\_\_\_

1   ~~Kauai[, provided further that no dispensary license shall be issued~~  
2   ~~for the county of Kalawao]."~~

3           SECTION 21. Section 431:10C-119, Hawaii Revised Statutes, is  
4   amended by amending subsection (a) to read as follows:

5           "(a) Prior to licensing an insurer to transact a motor  
6   vehicle insurance business in this State, the commissioner:

7           (1) Shall effect a thorough examination of the insurer's  
8   business experience, financial soundness, and general reputation  
9   as an insurer in this and other states. In the discretion of the  
10   commissioner, this examination may include an examination of any  
11   or all of the business records of the insurer, and an audit of all  
12   or any part of the insurer's motor vehicle insurance business,  
13   each to be performed by the commissioner's staff or by independent  
14   consultants. No license shall be issued until the commissioner is  
15   satisfied as to the business experience, financial solvency, and  
16   the economic soundness of the insurer;

17           (2) Except for a member-owned reciprocal insurer and its  
18   wholly owned insurer subsidiaries, as specified in subsection (c),  
19   shall require of each insurer, and determine that satisfactory  
20   arrangements have been made for, the provision of a complete sales  
21   and claims service office in the State; provided that the  
22   establishment and maintenance of an office by licensed producers

\_\_\_\_.B. NO. \_\_\_\_\_

1 of an insurer in every county the insurer does business shall meet  
2 the requirements of this paragraph; ~~[provided further that the~~  
3 ~~preceding shall not be required for the county of Kalawao,]~~ and

4 (3) Notwithstanding any other requirements of this section  
5 or of the insurance code, may require a bond in a reasonable amount  
6 and with deposits or sureties determined in the commissioner's  
7 discretion of any applicant for a license hereunder. The  
8 commissioner may, at any time, make and enforce such a requirement  
9 of any licensed insurer or self-insurer."

10 SECTION 22. Section 804-5, Hawaii Revised Statutes, is  
11 amended as follows:

12 "**§804-5 By whom allowed.** In cases where the punishment for  
13 the offense charged may be imprisonment for life not subject to  
14 parole, or imprisonment for a term more than ten years with or  
15 without fine, a judge or justice of a court of record, including  
16 a district judge, shall be competent to admit the accused to bail,  
17 in conformity with sections 804-3 to 804-6. In all other cases,  
18 the accused may be so admitted to bail by any judge or justice of  
19 a court of record, including a district judge, and in cases, except  
20 under section 712-1207, where the punishment for the offense  
21 charged may not exceed two years' imprisonment with or without  
22 fine, the sheriff, the sheriff's deputy, the chief of police or

\_\_\_\_.B. NO. \_\_\_\_\_

1 any person named by the chief of police, ~~[or the sheriff of~~  
2 ~~Kalawao,~~] regardless of the circuit within which the alleged  
3 offense was committed, may admit the accused person to bail. The  
4 court shall impose conditions of release or bail that are the least  
5 restrictive conditions required to ensure the accused's appearance  
6 and to protect the public."

7 SECTION 23. Statutory material to be deleted is bracketed  
8 and in strikethrough. New statutory material is underscored.

9 SECTION 24. This Act shall take effect on January 2, 2025.

10

11

INTRODUCED BY: \_\_\_\_\_

# COUNCIL OF THE COUNTY OF MAUI

WAILUKU, HAWAII 96793

## CERTIFICATION OF ADOPTION

It is HEREBY CERTIFIED that RESOLUTION NO. 21-190, was adopted by the Council of the County of Maui, State of Hawaii, on the 19th day of November, 2021, by the following vote:

| MEMBERS   | Alice L.<br>LEE<br>Chair | Keani N. W.<br>RAWLINS-<br>FERNANDEZ<br>Vice-Chair | Gabriel<br>JOHNSON | Natalie A.<br>KAMA | Kelly T.<br>KING | Michael J.<br>MOLINA | Tamara A. M.<br>PALTIN | Shane M.<br>SINENCI | Yuki Lei K.<br>SUGIMURA |
|-----------|--------------------------|----------------------------------------------------|--------------------|--------------------|------------------|----------------------|------------------------|---------------------|-------------------------|
| ROLL CALL | Aye                      | Aye                                                | Aye                | Aye                | Aye              | Aye                  | Aye                    | Aye                 | Aye                     |



---

COUNTY CLERK