#### SUMMARY OF PROPOSED COMMITTEE DRAFT:

#### Bill 26 (2022), CD1 RELATING TO GIFTS TO MAYOR, PROSECUTING ATTORNEY, COUNCILMEMBER, AND OFFICER OR EMPLOYEE.

The **PROPOSED CD2** makes the following amendments:

- A. Removes the "Table of Consanguinity" attached to the bill.
- B. In SECTION 5, makes clear that the ordinance will operate prospectively by providing that it does not apply to gifts solicited, accepted, or received prior to its effective date.
- C. Makes miscellaneous technical and nonsubstantive amendments.





#### CITY COUNCIL CITY AND COUNTY OF HONOLULU

HONOLULU, HAWAI'I

BILL <u>26 (2022), CD2</u> PROPOSED

### A BILL FOR AN ORDINANCE

## RELATING TO GIFTS TO MAYOR, PROSECUTING ATTORNEY, COUNCILMEMBER, AND OFFICER OR EMPLOYEE.

BE IT ORDAINED by the People of the City and County of Honolulu:

SECTION 1. Policy and Purpose. The City and County of Honolulu shall maintain the integrity of its elected and appointed officers and employees and assure the public that such officers and employees are above reproach and not subject to influence by city vendors, clients, or others. They, as agents of public purpose, shall faithfully discharge the duties of their offices regardless of personal considerations and with no expectation of gift, gratuity, reward, or other thing of value, unless exempted. Accordingly, the purpose of this ordinance is to clarify gifts to the Mayor, the Prosecuting Attorney, Councilmembers, and other City officers and employees.

SECTION 2. Section 3-8.7, Revised Ordinances of Honolulu 1990, is amended to read as follows:

#### "Sec. 3-8.7 Gifts to mayor, prosecuting attorney, <u>councilmember</u>, and [appointed] officer or employee—Prohibition under certain circumstances.

(a) For the [purpose] purposes of this section:

["Appointed officer or employee" means an officer or employee, as defined under Section 3-8.1, other than an elected officer and shall include officers and employees of the board of water supply and the Honolulu Authority for Rapid-Transportation.

"Appointed officer" includes a member of a board or commission including board members of the board of water supply and the Honolulu Authority for Rapid Transportation.]

"Gift" means any gift, whether in the form of money, goods, service, loan, travel, entertainment, hospitality, thing[,] <u>of value, favor, gratuity, commission</u>, or promise [<del>or</del>] <u>of a gift</u> in any other form.

"Indirectly" means a gift to a city officer's or employee's spouse, domestic partner, fiancé, fiancée, siblings, children, or parents; spouse's or domestic partner's children or parents; or child's spouse or domestic partner.

"Negligible value" is defined as equal to or less than \$25.

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"Prohibited source" means any individual, person, organization, or entity doing business with the city, including but not limited to lobbyists, vendors, contractors, clients, political committees, tenants, concessionaires, persons with an interest that may be affected by performance or non-performance of the official's or employee's official duties, and any individual seeking official action from, or doing business with, the city, or representatives or agents of any of the above.

- (b) [Neither the mayor, the prosecuting attorney, nor any appointed] A city officer or employee [shall] may not solicit, accept, or receive, directly or indirectly, any gift [under]:
  - (1) From a prohibited source; or
  - Under circumstances in which it can be reasonably inferred that the gift is (2) intended:
    - [<del>(1)</del>] <u>(A)</u> To influence the solicitor or recipient in the performance of an official duty; or
    - As a reward or gratuity for any official action on the solicitor's [<del>(2)</del>] (B) or recipient's part.
- (C) During each one-year period beginning on July [1st] 1 and ending on June [<del>30th,</del>] 30, [neither the mayor, the prosecuting attorney, nor any appointed] a city officer or employee [shall] may not solicit, accept, or receive, directly or indirectly, from any one source any gift or gifts, not exempted by subsection (d), unless of negligible value, [valued] singly or in the aggregate [in excess of \$200.00].
- (d) Exempted from the prohibition of subsection (c) are the following:
  - (1) Gifts received by will or intestate succession;
  - (2) Gifts received by way of distribution of any inter vivos or testamentary trust established by a spouse or ancestor;
  - (3) Gifts from a spouse, fiancé, fiancée, any relative within four degrees of consanguinity or the spouse, domestic partner, fiancé, or fiancée of such a relative. A gift from any such person [shall not be] is not exempt from subsection (c) if the person is acting as an agent or intermediary for any person not covered by this subdivision;
  - (4) Political campaign contributions that comply with [state] State law;

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- (5) Anything available or distributed to the public generally without regard to the official status of the recipient;
- (6) Gifts that, within 30 days after receipt, are returned to the giver or donated to a public body or to a bona fide educational or charitable organization without the donation being claimed by the [mayor, the prosecutingattorney, or an appointed] officer or employee as a charitable contribution for tax purposes. In the event the gift is donated to a public body or to a bona fide educational or charitable organization, the donor shall send, along with the gift, documentation acknowledging the initial giver of the gift; [and]
- (7) Exchanges of <u>negligible and</u> approximately equal value on holidays, birthdays, or special occasions[-];
- (8) Lawful compensation as a city officer or employee;
- (9) <u>Typical beverage or snack given when attending a conference or meeting</u> in an office;
- (10) Items customarily given to express condolences or sympathy, such as flowers, food items, or cards, given to an officer or employee in connection with the death or significant injury or illness of the officer or employee or an immediate family member of the officer or employee. Such expressions of condolences or sympathy may include monetary gifts of negligible value;
- (11) Lei of negligible value given at a celebration;
- (12) An award, plaque, certificate, memento, novelty, or similar item of no resale value given in recognition of the recipient officer's or employee's civic, charitable, political, professional, or public service; and
- (13) Gifts received while visiting other cities, counties, states, or countries; or while hosting visitors from other cities, counties, states, or countries when it would be a breach of protocol to refuse the gift or other tokens of recognition presented by representatives of governmental bodies or political subdivisions who are acting in their official capacities.
- (e) A violation of this section by [the mayor, the prosecuting attorney, or an appointed] <u>a city</u> officer or employee [shall be] is punishable in accordance with Section 3-8.5."

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HONOLULU, HAWAI'I

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## A BILL FOR AN ORDINANCE

SECTION 3. Section 3-8.8, Revised Ordinances of Honolulu 1990, is repealed.

["Sec. 3-8.8 Gifts to councilmember—Prohibition under certaincircumstances.

- (a) No councilmember shall solicit, accept or receive, directly or indirectly, any gift, whether in the form of money, goods, service, loan, travel, entertainment, hospitality, thing or promise, or in any other form, under circumstances in which it can be reasonably inferred that the gift is intended to influence the councilmember in the performance of the councilmember's official duties or is intended as a reward for any official action on the councilmember's part.
- (b) During each one-year period beginning on July 1st and ending on June 30th, nocouncilmember shall solicit, accept, or receive, directly or indirectly, from any one source any gift or gifts, not exempted by subsection (c), valued singly or in the aggregate in excess of \$200.00.
- (c) Exempted from the prohibition of subsection (b) are the following:
  - (1) Gifts received by will or intestate succession;
  - (2) Gifts received by way of distribution of any inter vivos or testamentary trust established by a spouse or ancestor;
  - (3) Gifts from a spouse, fiancé, fiancée, any relative within four degrees of consanguinity of the councilmember or the spouse, fiancé, or fiancée of such a relative. A gift from any such person shall not be exempt fromsubsection (b) if the person is acting as an agent or intermediary for anyperson not covered by this subdivision;
  - (4) Political campaign contributions that comply with state law;
  - (5) Anything available or distributed to the public generally without regard to the official status of the recipient;
  - (6) Gifts that, within 30 days after receipt, are returned to the giver or donated to a public body or to a bona fide educational or charitable organization without the donation being claimed by the councilmember as a charitable contribution for tax purposes. In the event the gift is donated to a public body or bona fide educational or charitable organization, the councilmember shall send, along with the gift, documentation acknowledging the initial giver of the gift; and

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- (7) Exchanges of approximately equal value on holidays, birthdays, or special occasions.
- (d) A violation of this section by a councilmember shall be punishable in accordance with Section 3-8.5."]

SECTION 4. Ordinance material to be repealed is bracketed and stricken. New material is underscored. When revising, compiling, or printing this ordinance for inclusion in the Revised Ordinances of Honolulu, the Revisor of Ordinances need not include the brackets, the material that has been bracketed and stricken, or the underscoring.

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# **CITY COUNCIL**

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SECTION 5. This ordinance takes effect upon its approval and does not apply to gifts solicited, accepted, or received prior to the effective date.

INTRODUCED BY:

Tommy Waters (br)

DATE OF INTRODUCTION:

April 12, 2022 Honolulu, Hawai'i

Councilmembers

APPROVED AS TO FORM AND LEGALITY:

Deputy Corporation Counsel

APPROVED this day of , 20 .

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RICK BLANGIARDI, Mayor City and County of Honolulu