HOUSE OF REPRESENTATIVES THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

H.B. NO. 211

A BILL FOR AN ACT

RELATING TO MOTOR VEHICLE INSURANCE.

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

1	SECT	ION 1.	Section 431:10C-117, Hawaii Revised Statutes,
2	is amende	d by a	mending subsection (a) to read as follows:
3	"(a)(1)	Any p	erson subject to this article in the capacity of
4		the c	perator, owner, or registrant of a motor vehicle
5		opera	ted in this State, or registered in this State,
6		who v	iolates any applicable provision of this article,
7		shall	be subject to citation for the violation by any
8		count	y police department in a form and manner approved
9		by th	e traffic and emergency period violations bureau
10		of th	e district court of the first circuit;
11	(2)	Notwi	thstanding any provision of the Hawaii Penal
12		Code:	
13		(A)	Each violation shall be deemed a separate offense
14			and shall be subject to a fine of no less than
15			[\$100] <u>\$</u> nor more than [\$5,000]
16			\$, which shall not be suspended except
17			as provided in subparagraph (B); and

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1	(B)	If the person is convicted of not having had a
2		motor vehicle insurance policy in effect at the
3		time the citation was issued, the fine shall be
4		[\$500] $$$ for the first offense and a
5		minimum of [\$1,500] <u>\$</u> for each
6		subsequent offense that occurs within a five-year
7		period from any prior offense; provided that the
8		court:
9		(i) Shall have the discretion to suspend all or
10		any portion of the fine if the defendant
11		provides proof of having a current motor
12		vehicle insurance policy; provided further
13		that upon the defendant's request, the court
14		may grant community service in lieu of the
15		fine, of no less than seventy-five hours and
16		no more than one hundred hours for the first
17		offense, and no less than two hundred hours
18		nor more than two hundred seventy-five hours
19		for the second offense; and

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1		(ii) May grant community service in lieu of the
2		fine for subsequent offenses at the court's
3		discretion;
4	(3)	In addition to the fine in paragraph (2), the court
5		shall either:
6		(A) Suspend the driver's license of the driver or of
7		the registered owner for:
8		(i) Three months for the first conviction; and
9		(ii) One year for any subsequent offense within a
10		five-year period from a previous offense;
11		provided that the driver or the registered owner
12		shall not be required to obtain proof of
13		financial responsibility pursuant to section
14		287-20; or
15		(B) Require the driver or the registered owner to
16		keep a nonrefundable motor vehicle insurance
17		policy in force for six months;
18	(4)	Any person subject to a fine under this section and
19		who fails to timely pay the fine shall be given an
20		opportunity to petition the court to demonstrate that
21		the person's nonpayment or inability to pay is not

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1 wilful; provided that if the person petitions the 2 court, the court shall make an individualized 3 assessment of the person's ability to pay based upon the totality of the circumstances, including the 4 person's disposable income, financial obligations, and 5 6 liquid assets; provided further that if the court 7 determines that the person's nonpayment or inability 8 to pay is not wilful, the court may enter an order 9 that allows additional time for payment; reduces the 10 amount of each installment; revokes the fee or fine, or unpaid portion thereof, in whole or in part; or 11 12 converts any outstanding fine to community service; 13 (5) Any person cited under this section shall have an 14 opportunity to present a good faith defense, including 15 lack of knowledge or proof of insurance; provided that 16 the general penalty provision of this section shall 17 not apply to:

18 (A) Any operator of a motor vehicle owned by another
19 person if the operator's own insurance covers
20 such driving;

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1		(B)	Any operator of a motor vehicle owned by that
2			person's employer during the normal scope of that
3			person's employment; or
4		(C)	Any operator of a borrowed motor vehicle if the
5			operator holds a reasonable belief that the
6			subject vehicle is insured;
7	(6)	In t	he case of multiple convictions for driving
8		without a valid motor vehicle insurance policy within	
9		a five-year period from any prior offense, the court,	
10		in addition to any other penalty, shall impose the	
11		following penalties:	
12		(A)	Imprisonment of no more than thirty days;
13		(B)	Suspension or revocation of the motor vehicle
14			registration plates of the vehicle involved;
15		(C)	Impoundment, or impoundment and sale, of the
16			motor vehicle for the costs of storage and other
17			charges incident to seizure of the vehicle, or
18			any other cost involved pursuant to section
19			431:10C-301; or
20		(D)	Any combination of those penalties; and

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1 (7) Any violation as provided in paragraph (2)(B) shall 2 not be deemed to be a traffic infraction as defined by 3 chapter 291D." 4 SECTION 2. This Act does not affect rights and duties that 5 matured, penalties that were incurred, and proceedings that were 6 begun before its effective date. 7 SECTION 3. Statutory material to be repealed is bracketed 8 and stricken. New statutory material is underscored. 9 SECTION 4. This Act shall take effect apon its approval. 10 INTRODUCED BY: JAN 19 2023

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Report Title: Motor Vehicle Insurance; Fines

Description: Increases the fines for violating motor vehicle insurance requirements.

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