A BILL FOR AN ACT

RELATING TO NEGOTIABLE INSTRUMENTS.

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

- 1 SECTION 1. Section 490:3-506.5, Hawaii Revised Statutes,
- 2 is amended to read as follows:
- "[+]§490:3-506.5[+] Charges for dishonored checks. The
- 4 payee or a holder in due course of any check, draft, or order
- 5 for the payment of money that has been dishonored for lack of
- 6 funds or credit to pay the check, draft, or order or because the
- 7 maker has no account with the drawee shall be allowed to assess
- 8 the maker a reasonable service charge of not more than [\$20.]
- 9 \$30."
- 10 SECTION 2. Statutory material to be repealed is bracketed
- 11 and stricken. New statutory material is underscored.
- 12 SECTION 3. This Act shall take effect upon approval.

SB1223, SD2, HD1, CD1

Report Title:

UCC; Dishonored Checks

Description:

Amends the service charge for a dishonored check, draft, or order to not more than \$30. Effective date upon approval. (CD1)