## JAN 25 2006

# A BILL FOR AN ACT

RELATING TO ABANDONED VEHICLES.

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

1 SECTION 1. The legislature recognizes the growing problem

2 of abandoned vehicles which are hazardous to Hawaii's roads and

environment. While every vehicle that is imported should be

4 disposed of properly, too often they are abandoned instead.

5 The legislature further finds that an incentive is needed

6 to encourage proper disposal of vehicles and to discourage

abandonment. A \$100 abandoned vehicle certificate of deposit

8 that will be redeemable when the car is taken to a county

designated salvage yard will serve as an incentive for owners to

properly dispose of their vehicles. The \$100 deposit will be

11 paid only once during the life of the vehicle, at the time the

12 first owner obtains the certificate of ownership. The abandoned

vehicle certificate of deposit will attach to the certificate of

ownership and be transferred to each new legal owner.

15 The purpose of this Act is to encourage vehicle owners to

properly dispose of their vehicles at county-designated salvage

17 sites by establishing a redeemable abandoned vehicle certificate

18 of deposit program.

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1	SECTION 2. Chapter 290, Hawaii Revised Statutes, is
2	amended by adding a new section to be appropriately designated
3	and to read as follows:
4	"§290- Abandoned vehicle certificate of deposit; new
5	vehicles. (a) Upon registration of a vehicle and issuance of a
6	certificate of ownership under section 286-47 and 286-52, the
7	director of finance shall issue an abandoned vehicle certificate
8	of deposit to the legal owner of a motor vehicle.
9	(b) A deposit in the amount of \$100 shall be paid by the
10	legal owner to the director of finance in return for the
11	redeemable abandoned vehicle certificate of deposit.
12	(c) To redeem the full amount of the abandoned vehicle
13	certificate of deposit, the legal owner of the vehicle shall
14	bring the derelict or unused vehicle and the certificate of
15	deposit, which shall be attached to the certificate of
16	ownership, to a salvage yard designated by the county.
17	(d) There shall be established a revolving account within
18	the general fund of the county in which the director of finance
19	shall deposit the moneys received from the abandoned vehicle
20	certificates of deposit.

1	(e) The director of finance shall adopt rules in
2	accordance with chapter 91 to effectuate the purpose of this
3	section."
4	SECTION 3. Chapter 290, Hawaii Revised Statutes, is
5	amended by adding a new section to be appropriately designated
6	and to read as follows:
7	"§290- Abandoned vehicle certificate of deposit;
8	existing vehicles. The owner of a vehicle for which no
9	abandoned vehicle certificate of deposit has been issued shall
10	obtain a certificate at the time of the vehicle's first annual
11	registration after rules have been adopted pursuant to section
12	<u> 290-</u> ."
13	SECTION 4. New statutory material is underscored.
14	SECTION 5. This Act shall take effect upon its approval.
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### Report Title:

Abandoned Vehicles; Certificate of Ownership; Deposit

#### Description:

Establishes an incentive for vehicle owners to properly dispose of their vehicles at county designated salvage sites by establishing a redeemable abandoned vehicle certificate of deposit program.