A BILL FOR AN ACT

RELATING TO TORTS.

HB1316 SD1.DOC
HB1316 SD1.DOC

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

1	SECTION 1. Chapter 663, Hawaii Revised Statutes, is amended
2	by adding a new section to be appropriately designated and to
3	read as follows:
4	"§663- Design professional as a tortfeasor; public
5	highways. (a) Any other law to the contrary notwithstanding,
6	including but not limited to sections 663-10.9, 663-11 to 663-13,
7	663-16, 663-17, and 663-31, in any case involving tort
8	claims relating to the maintenance and design of public highways,
9	where a design professional is determined to be a tortfeasor
10	along with one or more other joint tortfeasors, and the degree of
11	negligence of the design professional is less than ten per cent,
12	including the vicarious liability for the acts or omissions of
13	the officers or employees of the design professional, the
14	liability of the design professional for more than the design
15	professional's pro rata share of negligence shall not exceed the
16	policy limits of the design professional's professional errors
17	and omissions liability coverage, provided that one of the
18	following applies: HB1316 SD1.DOC

1	(1)	The contract amount for design professional services
2		relating to the tort claim is \$250,000 or less; the
3		amount of gross revenue received by the design
4		professional during the calendar year immediately
5		preceding the date of the contract was less than
6		\$3,000,000; and the design professional is covered for
7		the claim by a professional errors and omissions
8		liability insurance policy with limits of no less than
9		\$1,000,000 per occurrence and \$1,000,000 in the
10		aggregate; or
11	(2)	The contract amount for design professional services
12		relating to the tort claim is \$500,000 or less; the
13		amount of gross average annual revenue received by the
14		design professional during the three calendar years
15		preceding the date of the contract was less than
16		\$4,500,000; and the design professional is covered for
17		the claim by a professional errors and omissions
18		liability insurance policy with limits of no less than
19		\$1,000,000 per occurrence and \$2,000,000 in the
20		aggregate.
21	(b)	For purposes of this section:

^{*}HB1316 SD1.DOC*

- 1 "Contract amount" means the maximum charges permitted under
- 2 the contract; provided that if two or more design professional
- 3 firms share in a contract, the contract amount shall be the
- 4 share of maximum charges permitted for the design professional
- 5 against which the claim is asserted.
- 6 "Design professional" means a professional engineer,
- 7 architect, surveyor, or landscape architect licensed under
- **8** chapter 464."
- 9 SECTION 2. This Act does not affect rights and duties that
- 10 matured, penalties that were incurred, and proceedings that were
- 11 begun before its effective date.
- 12 SECTION 3. New statutory material is underscored.
- 13 SECTION 4. This Act shall take effect on July 1, 2050.

Report Title:

Joint Tortfeasors; Design Professionals

Description:

Clarifies the joint and several liability for design professionals in tort claims relating to the maintenance and design of public highways. Effective 7/1/2050. (SD1)