H.B. NO. 440

## A BILL FOR AN ACT

RELATING TO LIENS.

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

SECTION 1. The purpose of this Act is to impose a clear
 deadline by which to enforce bonds filed with the courts to
 discharge a mechanics' or materialmen's lien.

4 SECTION 2. Section 507-45, Hawaii Revised Statutes, is
5 amended to read as follows:

"§507-45 Discharge of lien. Any mechanics' and 6 materialmen's lien may be discharged at any time by the owner, 7 lessee, principal contractor or intermediate subcontractor 8 filing with the clerk of the circuit court of the county in 9 which the property is located or with the assistant registrar of 10 the land court (if registered land is affected except when the 11 12 lien attaches solely to the interest of the lessees in one or more leasehold time share interests as described in section 501-13 20), cash or a bond for twice the amount of the sum for which 14 15 the claim for the lien is filed, conditioned for the payment of any sum for which the claimant may obtain judgment upon the 16 claimant's claim[-]; provided that: 17



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1	(1)	The claimant shall file an enforcement action upon the
2		bond within three months of filing the cash or bond;
3		and
4	(2)	If an enforcement action is not filed within three
5		months of filing the cash or bond, the court shall
6		promptly refund the cash or discharge the bond."
7	SECT	ION 3. This Act does not affect rights and duties that
8	matured,	penalties that were incurred, and proceedings that were
9	begun bef	ore its effective date.
10	SECT	ION 4. Statutory material to be repealed is bracketed
11	and stricken. New statutory material is underscored.	
12	SECT	ION 5. This Act shall take effect upon its approval.
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INTRODUCED BY:

sh. Jose Stikeslumi

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Report Title: Mechanics' and Materialmen's Liens; Discharge by Bonds

Description: Requires enforcement of bonds for mechanics' and materialmen's liens within three months of its posting.

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