A BILL FOR AN ACT

RELATING TO VETERANS DISABILITY BENEFITS.

| | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII: |
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| 1 | SECTION 1. Chapter 651, Hawaii Revised Statutes, is |
| 2 | amended by adding a new section to part III to be appropriately |
| 3 | designated and to read as follows: |
| 4 | "§651- Veterans disability benefits; exemption. (a) |
| 5 | Federal disability benefits awarded to veterans for service- |
| 6 | connected disabilities pursuant to title 38 United States Code |
| 7 | chapter 11: |
| 8 | (1) Are exempt from the claim of creditors; |
| 9 | (2) Are not subject to attachment, levy, or seizure under |
| 10 | any legal or equitable process, as provided by federal |
| 11 | law; and |
| 12 | (3) May not be awarded to any other person. |
| 13 | (b) This section shall not apply to the portion of |
| 14 | service-connected disability benefits that is subject to child |
| 15 | and spousal support enforcement under title 42 United States |
| 16 | Code section 659(h)(1)(A)(ii)(V), and courts are encouraged to |
| 17 | follow federal disability compensation apportionment policy |

before imposing scheduled support payments, in accordance with

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- 1 title 42 United States Code section 659(h)(1)(A)(ii)(V), for
- 2 service-connected disability benefits subject to child and
- 3 spousal support enforcement."
- 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. New statutory material is underscored.
- 8 SECTION 4. This Act shall take effect on January 7, 2059.

Report Title:

Veterans Disability Benefits; Attachment; Exemption

Description:

Exempts federal veterans' disability benefits from claims of creditors and attachment, levy, and seizure to enforce a court judgment, except in certain child and spousal support cases. Effective 01/07/2059. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.