A BILL FOR AN ACT

RELATING TO SMALL CLAIMS DIVISION OF THE DISTRICT COURT.

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

1	SECT	ION 1. The purpose of this Act is to:	
2	(1)	Establish exclusive jurisdiction of the small claims	
3		division of the district court over cases in which the	
4		amount claimed is \$1,000 or less exclusive of interest	
5		and costs;	
6	(2)	Expand the small claims division's jurisdiction over	
7		personal property cases to include any personal	
8		property worth \$5,000 of less; and	
9	(3)	Make clarifying and housekeeping amendments.	
10	SECT	ION 2. Section 633-27, Hawaii Revised Statutes, is	
11	amended to read as follows:		
12	"§63	3-27 District courts; powers. (a) All district	
13	courts, e	xcept as otherwise provided, shall exercise	
14	jurisdict	ion conferred by this chapter, and while sitting in the	
15	exercise	of that jurisdiction, shall be known and referred to as	
16	the small	claims division of the district court: provided that	

1	the juriso	diction of the court when sitting as a small claims
2	division o	of the district court shall be confined to:
3	(1)	Cases for the recovery of money only where the amount
4		claimed [does not exceed \$5,000 exclusive of interest
5		and costs, except as provided by section 633 30;] is
6		\$1,000 or less exclusive of interest and costs;
7	(2)	Cases for the recovery of money where the amount
8		claimed is more than \$1,000 but does not exceed \$5,000
9		exclusive of interest and costs, except as provided by
10		<u>section 633-30;</u>
11	[(2) -]	(3) Cases involving disagreement between landlord and
12		tenant about the security deposit in a residential
13		landlord-tenant relationship; and
14	[-(3) -]	(4) Cases for the return of [leased or rented]
15		personal property worth [less than] \$5,000 [where the
16		amount claimed owed for that lease or rental is less
17		than \$5,000 exclusive of interest and costs.] or less.
18	<u>(b)</u>	This chapter shall not abridge or affect the
19	jurisdict	ion of the district courts under [paragraphs (1) and
20	(3)] <u>subs</u>	ection (a)(2) and (4) to determine cases under the
21	ordinary	procedures of the court, it being optional with the

- 1 plaintiff in the cases to elect the procedure of the small
- 2 claims division of the district court or the ordinary
- 3 procedures, as provided by rule of court.
- 4 (c) No case filed in the small claims division [after
- 5 December 31, 1991, shall be removed from the small claims
- 6 division to be heard under the ordinary procedures of the
- 7 district court unless the removal is agreed to by the plaintiff.
- **8** (d) In cases arising under [paragraph (2),] subsection
- 9 (a)(1) or (3), the jurisdiction of the small claims division of
- 10 the district court shall be exclusive; provided that the
- 11 district court, having jurisdiction over a civil action
- 12 involving [summary possession,] a residential landlord-tenant
- 13 relationship, shall have concurrent jurisdiction with the small
- 14 claims division of the district court over any security deposit
- 15 dispute [between landlord and tenant in a residential landlord-
- 16 tenant relationship]. This subsection shall not abrogate or
- 17 supersede sections 604-5, 633-30, and 633-31.
- 18 [\(\(\frac{(b)}{b}\)] (e) Actions shall be commenced in the small claims
- 19 division of the district court of the judicial circuit in which
- 20 the defendant or a majority of the defendants reside or the
- 21 claim for relief arose, unless service cannot be made on all of

- 1 the defendants in that circuit, in which case action may be
- 2 commenced in any circuit in which all of the defendants can be
- 3 served; provided that actions arising under [paragraph (2) of]
- 4 subsection [(a) of this section] (a) (3) shall be commenced in
- 5 the circuit wherein the rental premises are situated.
- 6 [(c)] (f) The small claims division of the district court
- 7 may grant monetary relief and equitable relief except that:
- 8 (1) Monetary relief shall not include punitive damages;
- 9 and
- 10 (2) Except as specifically provided in section 633-8,
- equitable relief shall be granted only as between
- parties to a landlord-tenant disagreement pursuant to
- chapter 521, and shall be limited to orders to repair,
- 14 replace, refund, reform, and rescind.
- 15 $\left[\frac{d}{d}\right]$ (g) Class actions are prohibited in the small claims
- 16 division of the district court."
- 17 SECTION 3. Section 633-28, Hawaii Revised Statutes, is
- 18 amended by amending subsection (a) to read as follows:
- "(a) Actions shall be commenced and conducted in the small
- 20 claims division of the district court as provided by the rules
- 21 of court. The clerk of the court, at the request of an

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3	of these papers shall not be available to a corporation,
4	partnership, or association, or to any individual
5	proprietorship. The mode of service shall be:
6	(1) As provided by law or rule of court for cases in the
7	district courts; provided that for any small claims
8	action, service may be made by one of the parties to
9	the action by means of personal service to the other
10	parties, on the condition that:
11	(A) The party being served signs that party's name to

individual, shall prepare the papers required to be filed in an

action in the court, but the clerk's services in the preparation

(B) A competent witness, who is not an employee,
family member, or agent of the plaintiff appears
at a hearing on the matter or provides a
notarized affidavit testifying that personal
service on the party sought to be served was
accomplished in the witness' presence;

indicate actual receipt of service; or

(2) As to actions arising under [paragraphs (1) and (3) of
section 633-27(a),] section 633-27(a)(1), (2), and
(4), by registered mail or by certified mail with

1	re	eturn receipt signed by the addressee showing
2	đ	elivery within the circuit; or
3	(3) A	s to actions arising under [paragraph (2) of section
4	6	33-27(a),] <u>section 633-27(a)(3),</u> by registered mail
5	0:	r by certified mail with return receipt signed by the
6	a	ddressee showing delivery at any place within or
7	W	ithout the State.
8	There shall	be no appeal from a judgment of the small claims
9	division, b	ut the court, sitting as the small claims division,
10	may alter o	r set aside any judgment as provided by the rules of
11	court."	
12	SECTIO:	N 4. This Act does not affect rights and duties that
13	matured, pe	nalties that were incurred, and proceedings that were
14	begun befor	e its effective date.
15	SECTIO:	N 5. Statutory material to be repealed is bracketed
16	and stricke	n. New statutory material is underscored.
17	SECTIO:	N 6. This Act shall take effect on July 1, 2017.
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Report Title:

Small Claims Division of the District Court; Jurisdiction

Description:

Establishes the exclusive jurisdiction of the small claims division of the district court over cases in which the amount claimed is \$1,000 or less exclusive of interest and costs. Expands the small claims division's jurisdiction over personal property cases to include any personal property worth \$5,000 or less.

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