A BILL FOR AN ACT

RELATING TO MONETARY OBLIGATIONS.

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

1	PART I
2	SECTION 1. The legislature finds that Hawai'i law allows
3	for the imposition of restrictions on an individual's ability to
4	obtain or renew a driver's license or motor vehicle registration
5	as a penalty for various unpaid monetary obligations that are
6	civil and not criminal in nature. The most concerning reason
7	for these punitive restrictions is the failure of an individual
8	to pay the fines and fees assessed in connection with non-
9	parking related traffic tickets within thirty days. This
10	practice of imposing driver's license or vehicle registration
11	"stoppers" may also occur as a consequence of other unpaid civil
12	obligations.
13	The legislature further finds that, according to a
14	Washington Post investigation, more than seven million
15	individuals nationwide have had their driver's licenses
16	suspended for unpaid court or administrative debt. The
17	investigation also found that Hawai'i has a high percentage

1 nine per cent -- of adults who have had their licenses suspended 2 for unpaid debt. The American Bar Association recently adopted 3 guidelines on preventing fines and fees that penalize poverty. 4 These guidelines instruct against driver's license suspensions 5 and the imposition of fines that result in substantial and undue 6 hardship. At least four states do not allow driver's licenses 7 to be suspended or restricted for unpaid court debt. The 8 inability to obtain or renew a driver's license prevents people 9 who have not committed a crime from getting to work, picking up 10 their children, keeping medical appointments, and ultimately 11 from escaping debt. 12 The purpose of this Act is to prohibit the imposition of 13 restrictions on a person's ability to obtain or renew a driver's 14 license or to register, renew the registration of, or transfer 15 or receive title to a motor vehicle, as a consequence of unpaid 16 monetary obligations. However, this Act shall not have any **17** effect on driver's license suspensions related to excessive

speeding, lack of motor vehicle insurance, or non-compliance

20 PART II

with a child support order.

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SECTION 2. Section 286-109, Hawaii Revised Statutes, is 1 2 amended by amending subsection (c) to read as follows: 3 "(c) Statutes of limitations and other provisions of this 4 chapter notwithstanding, no driver's license or instruction 5 permit shall be issued or renewed under this section, where the 6 examiner of drivers is notified by the district judge, traffic 7 violations bureaus of the district courts, or the judge of the 8 circuit court that the applicant has failed to respond to a 9 traffic citation or summons, or failed to appear in court after 10 an arrest for the violation of any traffic laws of a county, 11 this chapter or chapter 286G, 287, 290, 291, or 291C, or of any 12 motor vehicle insurance laws under article 10C of chapter 431, 13 or of any motorcycle or motor scooter insurance laws under 14 article 10G of chapter 431, and the same remains delinquent and 15 outstanding, or the applicant, has as of the time of the **16** application, failed to comply in full with all orders of the **17** court; provided that this subsection shall not apply to 18 outstanding and delinquent payments pursuant to chapter 291D; 19 provided further that the district court with whose order an 20 applicant has failed to comply in full, may approve the issuance 21 or renewal of a driver's license or instruction permit other

- 1 than a commercial driver's license upon conditions imposed by
- 2 the court for the satisfaction of the outstanding court order
- 3 and any other conditions as may be imposed by the court, if one
- 4 or more of the following conditions are met:
- 5 (1) The applicant is gainfully employed in a position that
- 6 requires driving and will be discharged if the
- 7 applicant is unable to drive; or
- 8 (2) The applicant has no access to alternative
- 9 transportation and therefore must drive to work;
- 10 provided further that if the applicant has failed to comply in
- 11 full with orders of the district court of more than one circuit,
- 12 the applicant shall obtain the approval of the district court of
- 13 each circuit in which the applicant has an outstanding court
- 14 order before a driver's license or instruction permit may be
- 15 issued or renewed under this subsection.
- 16 A driver's license or instruction permit issued or renewed
- 17 under this subsection shall be subject to immediate suspension
- 18 by the court upon the applicant's failure to remain in full
- 19 compliance with all conditions imposed by the court for the
- 20 issuance or renewal of the driver's license or instruction
- 21 permit. The examiner of drivers may place an indication of

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2	or renewed under this subsection. Proof of financial
3	responsibility under section 287-20 shall not apply to the
4	issuance or renewal of driver's licenses or instruction permits
5	under this subsection."
6	SECTION 3. Section 291D-5, Hawaii Revised Statutes, is
7	amended by amending subsection (d) to read as follows:
8	"(d) The notice of traffic infraction shall include the
9	following:
10	(1) A statement of the specific traffic infraction for
11	which the notice was issued;
12	(2) Except in the case of parking-related traffic
13	infractions, a brief statement of the facts;
14	(3) A statement of the total amount to be paid for each
15	traffic infraction, which amount shall include any
16	fee, surcharge, or cost required by statute,
17	ordinance, or rule, and any monetary assessment,
18	established for the particular traffic infraction
19	pursuant to section 291D-9, to be paid by the driver

or registered owner of the vehicle, which shall be

uniform throughout the State;

restriction upon a driver's license or instruction permit issued

•	(4)	A statement of the options provided in section
2		291D-6(b) for answering the notice and the procedures
3		necessary to exercise the options;
4	(5)	A statement that the person to whom the notice is
5		issued must answer, choosing one of the options
6		specified in section 291D-6(b), within twenty-one days
7		of issuance of the notice;
8	(6)	A statement that failure to answer the notice of
9		traffic infraction within twenty-one days of issuance
10		shall result in the entry of judgment by default for
11		the State and may result in the assessment of a late
12		penalty[, and, that if the person to whom the notice
13		was issued fails to pay the total amount specified in
14		the default judgment within an additional thirty days
15		or to otherwise take action to set aside the default,
16		notice shall be sent to the director of finance of the
17		appropriate county:
18		(A) That the person to whom the notice of infraction
19		not involving parking was issued shall not be
20		permitted to renew or obtain a driver's license;
21		or

_		(2) March of the first of the march of the m
2		that the registered owner shall not be permitted
3		to register, renew the registration of, or
4		transfer title to the motor vehicle until the
5		traffic infraction is finally disposed of
6		pursuant to this chapter, except as provided in
7		section 291D-10(b)];
8	(7)	A statement that, at a hearing requested to contest
9		the notice of traffic infraction conducted pursuant to
10		section 291D-8, no officer shall be present unless the
11		driver timely requests the court to have the officer
12		present, and that the standard of proof to be applied
13		by the court is whether a preponderance of the
14		evidence proves that the specified traffic infraction
15		was committed;
16	(8)	A statement that, at a hearing requested for the
17		purpose of explaining mitigating circumstances
18		surrounding the commission of the infraction or in
19		consideration of a written request for mitigation, the
20		person shall be considered to have committed the
21		traffic infraction;

1	(9) A space in which the signature of the person to whom
2	the notice was issued may be affixed; and
3	(10) The date, time, and place at which the person to whom
4	the notice was issued must appear in court, if the
5	person is required by the notice to appear in person
6	at the hearing."
7	SECTION 4. Section 291D-7, Hawaii Revised Statutes, is
8	amended as follows:
9	1. By amending subsections (a), (b), and (c) to read:
10	"(a) When an admitting answer is received, the court shall
11	enter judgment in favor of the State in the total amount
12	specified in the notice of traffic infraction. [If the total
13	amount is not submitted with the answer, the court may take
14	action as provided in section 291D-10.
15	(b) When a denying answer is received, the court shall
16	proceed as follows:
17	(1) In the case of a traffic infraction where the person
18	requests a hearing at which the person will appear in
19	person to contest the infraction, the court shall
20	notify the person in writing of the date, time, and
21	place of hearing to contest the notice of traffic

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infraction. The notice of hearing shall be mailed to
the address stated in the denying answer, or if none
is given, to the address stated on the notice of
traffic infraction. The notification also shall
advise the person that, if the person fails to appear
at the hearing, the court shall enter judgment by
default in favor of the State, as of the date of the
scheduled hearing, that the total amount specified in
the default judgment must be paid within thirty days
of entry of default judgment[, and, if it is not paid,
that the court shall take action as provided in
section 291D-10]; and

When a denying answer is accompanied by a written statement of the grounds on which the person contests the notice of traffic infraction, the court shall proceed as provided in section 291D-8(a) and shall notify the person of its decision, including the total amount assessed, if any, by mailing the notice of entry of judgment within forty-five days of the postmarked date of the answer to the address provided by the person in the denying answer, or if none is

given, to the address given when the notice of traffic
infraction was issued or, in the case of parking
violations, to the address at which the vehicle is
registered. The notice of entry of judgment also
shall advise the person, if it is determined that the
infraction was committed and judgment is entered in
favor of the State, that the person has the right,
within thirty days of entry of judgment, to request a
trial and shall specify the procedures for doing so.
The notice of entry of judgment shall also notify the
person, if an amount is assessed by the court for
monetary assessments, fees, surcharges, or costs, that
if the person does not request a trial within the time
specified in this paragraph, the total amount assessed
shall be paid within thirty days of entry of judgment.
[The notice of entry of judgment shall inform the
person that if the total amount is not paid within
thirty days, the court shall take action as provided
in section 291D-10.

1	(c) When an answer admitting commission of the infraction
2	but seeking to explain mitigating circumstances is received, the
3	court shall proceed as follows:

4	(1)	In the case of a traffic infraction where the person
5		requests a hearing at which the person will appear in
6		person to explain mitigating circumstances, the court
7		shall notify the person in writing of the date, time,
8		and place of hearing to explain mitigating
9		circumstances. The notice of hearing shall be mailed
10		to the address stated in the answer, or if none is
11		given, to the address stated on the notice of traffic
12		infraction. The notification also shall advise the
13		person that, if the person fails to appear at the
14		hearing, the court shall enter judgment by default in
15		favor of the State, as of the date of the scheduled
16		hearing, and that the total amount stated in the
17		default judgment must be paid within thirty days of
18		entry of default judgment[, and, if it is not paid,
19		that the court shall take action as provided in
20		section 291D 10]; and

1	(2)	If a written explanation is included with an answer
2		admitting commission of the infraction, the court
3		shall enter judgment for the State and, after
4		reviewing the explanation, determine the total amount
5		of the monetary assessments, fees, surcharges, or
6		costs to be assessed, if any. The court shall then
7		notify the person of the total amount to be paid for
8		the infraction, if any. There shall be no appeal from
9		the judgment. If the court assesses an amount for
10		monetary assessments, fees, surcharges, or costs, the
11		court shall also notify the person that the total
12		amount shall be paid within thirty days of entry of
13		judgment. [The notice of entry of judgment also shall
14		inform the person that if the total amount is not paid
15		within thirty days, the court shall take action as
16		provided in section 291D-10.] "

- 2. By amending subsection (e) to read:
- 18 "(e) Whenever judgment by default in favor of the State is
 19 entered, the court shall mail a notice of entry of default
 20 judgment to the address provided by the person when the notice
 21 of traffic infraction was issued or, in the case of parking

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1 infractions, to the address stated in the answer, if any, or the 2 address at which the vehicle is registered. The notice of entry 3 of default judgment shall advise the person that the total 4 amount specified in the default judgment shall be paid within 5 thirty days of entry of default judgment and shall explain the 6 procedure for setting aside a default judgment. [The notice of 7 entry of default judgment shall also inform the person that if 8 the total amount is not paid within thirty days, the court shall 9 take action as provided in section 291D-10.] Judgment by 10 default for the State entered pursuant to this chapter may be 11 set aside pending final disposition of the traffic infraction **12** upon written application of the person and posting of an 13 appearance bond equal to the amount of the total amount 14 specified in the default judgment and any other assessment 15 imposed pursuant to section 291D-9. The application shall show 16 good cause or excusable neglect for the person's failure to take **17** action necessary to prevent entry of judgment by default. [Upon 18 receipt of the application and required appearance bond, the 19 court shall take action to remove the restriction placed on the 20 person's driver's license or the motor vehicle's registration 21 and title imposed pursuant to section 291D-10.] Thereafter, the

- 1 court shall determine whether good cause or excusable neglect
- 2 exists for the person's failure to take action necessary to
- 3 prevent entry of judgment by default. If so, the application to
- 4 set aside default judgment shall be granted, the default
- 5 judgment shall be set aside, and the notice of traffic
- 6 infraction shall be disposed of pursuant to this chapter. If
- 7 not, the application to set aside default judgment shall be
- 8 denied, the appearance bond shall be forfeited and applied to
- 9 satisfy amounts due under the default judgment, and the notice
- 10 of traffic infraction shall be finally disposed. In either
- 11 case, the court shall determine the existence of good cause or
- 12 excusable neglect and notify the person of its decision on the
- 13 application in writing."
- 14 SECTION 5. Section 291D-8, Hawaii Revised Statutes, is
- 15 amended by amending subsection (c) to read as follows:
- 16 "(c) If a person for whom a hearing has been scheduled, to
- 17 contest the notice of traffic infraction or to explain
- 18 mitigating circumstances, fails to appear at the hearing, the
- 19 court shall enter judgment by default for the State and take
- 20 action as provided in section 291D-7(e). [If the total amount
- 21 of the monetary assessment, fees, surcharges, or costs is not



- 1 paid within thirty days of entry of default judgment, the court
- 2 shall take action as provided in section 291D-10.] "
- 3 SECTION 6. Section 291D-9, Hawaii Revised Statutes, is
- 4 amended by amending subsection (d) to read as follows:
- 5 "(d) The court may grant to a person claiming inability to
- 6 pay, an extension of the period in which the monetary assessment
- 7 shall be paid or may impose community service in lieu thereof.
- 8 [If the assessment is not paid or the community service is not
- 9 performed on or before the date established and the court has
- 10 not extended the time, the court shall take action as provided
- 11 in section 291D-10.
- 12 SECTION 7. Section 291D-12, Hawaii Revised Statutes, is
- 13 amended to read as follows:
- 14 "§291D-12 Powers of the district court judge sitting in
- 15 the traffic division. (a) A district court judge sitting in
- 16 the traffic division and hearing cases pursuant to this chapter
- 17 shall have all the powers of a district court judge under
- 18 chapter 604, including the following powers:
- 19 (1) To conduct traffic infraction hearings and to impose
- 20 monetary assessments;



1	(2)	To permit deferral of monetary assessment or impose
2		community service in lieu thereof;
3	(3)	To dismiss a notice of traffic infraction, with or
4		without prejudice, or to set aside a judgment for the
5		State;
6	(4)	To order temporary driver's license suspension or
7		driver's license reinstatement;
8	[(5)	To order the director of finance not to issue or renew
9		the driver's license, or to register, renew the
10		registration of, or issue title to a motor vehicle, of
11		any person who has not paid a monetary assessment, has
12		not performed community service in lieu thereof, or
13		has not otherwise satisfied a judgment for the State
14		entered pursuant to this chapter;
15	(6)]	(5) To approve the issuance or renewal of a driver's
16		license or instruction permit pursuant to section
17		286-109(c);
18	[(7)]	(6) To issue penal summonses and bench warrants and
19		initiate contempt of court proceedings in proceedings
20		conducted pursuant to section 291D-13;

1	$\left[\frac{(8)}{(7)}\right]$ To issue penal summonses and bench warrants and
2	initiate failure to appear proceedings in proceedings
3	conducted pursuant to section 291D-5(d)(10); and
4	$\left[\frac{(9)}{(8)}\right]$ To exercise other powers the court finds
5	necessary and appropriate to carry out the purposes of
6	this chapter.
7	(b) A district court judge sitting in the traffic division
8	and hearing cases pursuant to this chapter shall not order the
9	director of finance to withhold issuing or renewing the driver's
10	license, or registering, renewing the registration of, or
11	issuing the title to a motor vehicle, of any person who has not
12	paid a monetary assessment, has not performed community service
13	in lieu thereof, or has not otherwise satisfied a judgment for
14	the State entered pursuant to this chapter."
15	SECTION 8. Section 291-4.6, Hawaii Revised Statutes, is
16	repealed.
17	[" [§291-4.6] Driving after license suspended or denied for
18	noncompliance with an order of support; penalties. (a) No
19	person whose driver's license has been suspended, denied, or
20	otherwise restricted pursuant to section 576D-13 shall operate a
21	motor vehicle upon the public streets, roads, or highways of



1	this State while the person's license remains suspended or								
2	denied.								
3	(b)	Any	person convicted of violating this section shall						
4	be senten	.ced a	eed as follows:						
5	(1)	For	a first offense, or any offense not preceded						
6		with	in a five year period by a conviction under this						
7		sect	section:						
8		(A)	A term of imprisonment at least three consecutive						
9			days but not more than thirty days;						
10		(B)	A fine not less than \$250 but not more than						
11			\$1,000; and						
12		(C)	License suspension or denial shall continue until						
13			written authorization of compliance is issued by						
14			the child support enforcement agency, the office						
15	•		of child support hearings, or the family court;						
16			and						
17	(2)	For	an offense which occurs within five years of a						
18		pric	or conviction under this section:						
19		(A)	Thirty days' imprisonment;						
20		(B)	A fine of \$1,000; and						

1	(C) License suspension or denial shall continue until							
2	written authorization of compliance pursuant to							
3	section 576D-13 [is] issued by the child support							
4	enforcement agency, the office of child support							
5	hearings, or the family court."]							
6	SECTION 9. Section 291D-10, Hawaii Revised Statutes, is							
7	repealed.							
8	["\$291D-10 Restriction on driver's license and motor							
9	vehicle registration. (a) When the person issued a notice of							
10	traffic infraction not involving parking fails to pay the total							
11	amount of fines, fees, surcharges, costs, or monetary							
12	assessments that has been ordered, the court shall cause an							
13	entry to be made in the driver's license record so as to prevent							
14	the person from acquiring or renewing the person's driver's							
15	license until the outstanding amount is paid or the notice of							
16	traffic infraction is otherwise disposed of pursuant to this							
17	chapter.							
18	(b) In all cases where the registered owner of a motor							
19	vehicle to which a notice of traffic infraction has been issued							
20	fails to pay the total amount of fines, fees, surcharges, costs,							
21	or monetary assessments that have been ordered, the court shall							

1	cause an	entry to be made in the motor vehicle's record so as to						
2	prevent i	ssuance or renewal of the motor vehicle's certificate						
3	of regist	ration and transfer of title to the motor vehicle until						
4	the outst	anding amount is paid or the notice of traffic						
5	infractio	n is otherwise disposed of pursuant to this chapter;						
6	provided	that if the traffic infraction involves an unpaid						
7	parking violation, this subsection shall not prevent the							
8	issuance or renewal of the motor vehicle's certificate of							
9	registration and transfer of title to the motor vehicle to							
10	another p	erson, in which case the clerk of the court shall issue						
11	a clearan	ce to effectuate the registration and transfer of						
12	title; an	d provided further that in no event shall a clearance:						
13	(1)	Absolve the registered owner of the motor vehicle at						
14		the time the parking violation was incurred from						
15		paying the fine;						
16	(2)	Prevent any subsequent issuance or renewal of the						
17		motor vehicle's certificate of registration and						
18		transfer of title to the motor vehicle; or						
19	(3)	Otherwise encumber the title of that motor vehicle."]						
20		PART III						

1	SECTION	10.	All	existing	restrictions	on	driver's	licenses

- 2 and motor vehicle registrations or issuances or transfers of
- 3 title that have been imposed pursuant to section 291D-10, Hawaii
- 4 Revised Statutes, shall be void and unenforceable as of the
- 5 effective date of this Act. The judiciary shall work with the
- 6 counties to identify persons directly affected by the
- 7 restrictions imposed pursuant to section 291D-10, Hawaii Revised
- 8 Statutes, and take any actions necessary to effectuate the
- 9 purposes of this Act.

10 PART IV

- 11 SECTION 11. Statutory material to be repealed is bracketed
- 12 and stricken. New statutory material is underscored.
- 13 SECTION 12. This Act shall take effect upon its approval.

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INTRODUCED BY:

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Report Title:

Traffic Infractions; Driver Licensing; Vehicle Registration; "Stoppers"

Description:

Prohibits the imposition of restrictions on a person's ability to obtain or renew a driver's license or to register, renew the registration of, or transfer or receive title to a motor vehicle, as a consequence of unpaid monetary obligations. Does not affect driver's license suspensions related to excessive speeding, lack of motor vehicle insurance, or non-compliance with a child support order.

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