A BILL FOR AN ACT

RELATING TO MONETARY OBLIGATIONS.

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

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PART I

2 SECTION 1. The legislature finds that Hawaii 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 civil and not criminal in nature. The most concerning reason 6 7 for these punitive restrictions is the failure of an individual to pay the fines and fees assessed in connection with 8 9 non-parking related traffic tickets within thirty days. This 10 practice of imposing driver's license or vehicle registration "stoppers" may also occur as a consequence of other unpaid civil 11 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 Hawaii has a high percentage,

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around nine per cent, of adults who have had their licenses 1 2 suspended for unpaid debt. The American Bar Association recently adopted quidelines on preventing fines and fees that 3 4 penalize poverty. These quidelines instruct against driver's 5 license suspensions and the imposition of fines that result in substantial and undue hardship. At least four states do not 6 allow driver's licenses to be suspended or restricted for unpaid 7 court debt. The inability to obtain or renew a driver's license 8 9 prevents people who have not committed a crime from getting to 10 work, picking up their children, keeping medical appointments, 11 and ultimately 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 or receive title to a motor vehicle, as a consequence of unpaid 15 16 monetary obligations. However, this Act shall not have any 17 effect on driver's license suspensions related to excessive 18 speeding, lack of motor vehicle insurance, or noncompliance with 19 a child support order.

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PART II

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SECTION 2. Section 286-109, Hawaii Revised Statutes, is
amended by amending subsection (c) to read as follows:

3 "(c) Statutes of limitations and other provisions of this chapter notwithstanding, no driver's license or instruction 4 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 traffic citation or summons, or failed to appear in court after 9 an arrest for the violation of any traffic laws of a county, 10 this chapter or chapter 286G, 287, 290, 291, or 291C, or of any 11 motor vehicle insurance laws under article 10C of chapter 431, 12 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 court; provided that this subsection shall not apply to 17 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

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than a commercial driver's license upon conditions imposed by 1 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 or more of the following conditions are met: 4 5 The applicant is gainfully employed in a position that (1)requires driving and will be discharged if the 6 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 compliance with all conditions imposed by the court for the 19 issuance or renewal of the driver's license or instruction 20

permit. The examiner of drivers may place an indication of

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1	restriction upon a driver's license or instruction permit issued
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
20	or registered owner of the vehicle, which shall be
21	uniform throughout the State;

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1	(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;
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1		(B) Where the notice was issued to a motor vehicle,
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		<pre>section 291D-10(b)];</pre>
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;

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1	(9) A space in which the signature	e of the person to whom
2	the notice was issued may be a	affixed; and
3	(10) The date, time, and place at a	which the person to whom
4	the notice was issued must app	pear in court, if the
5	person is required by the not:	ice 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 a	received, the court shall
11	enter judgment in favor of the State in	the total amount
12	specified in the notice of traffic infra	action. [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 rece	ived, the court shall
16	proceed as follows:	
17	(1) In the case of a traffic infra	action where the person
18	requests a hearing at which the	ne person will appear in
19	person to contest the infract:	ion, the court shall
20	notify the person in writing o	of the date, time, and
21	place of hearing to contest the	ne notice of traffic

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1 infraction. The notice of hearing shall be mailed to 2 the address stated in the denying answer, or if none is given, to the address stated on the notice of 3 traffic infraction. The notification also shall 4 - 5 advise the person that, if the person fails to appear at the hearing, the court shall enter judgment by 6 7 default in favor of the State, as of the date of the scheduled hearing, that the total amount specified in 8 9 the default judgment must be paid within thirty days 10 of entry of default judgment [, and, if it is not paid, 11 that the court shall take action as provided in 12 section 291D-10]; and 13 (2)When a denying answer is accompanied by a written

14 statement of the grounds on which the person contests the notice of traffic infraction, the court shall 15 proceed as provided in section 291D-8(a) and shall 16 notify the person of its decision, including the total 17 amount assessed, if any, by mailing the notice of 18 entry of judgment within forty-five days of the 19 20 postmarked date of the answer to the address provided by the person in the denying answer, or if none is 21

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1 given, to the address given when the notice of traffic infraction was issued or, in the case of parking 2 3 violations, to the address at which the vehicle is 4 registered. The notice of entry of judgment also shall advise the person, if it is determined that the 5 infraction was committed and judgment is entered in 6 7 favor of the State, that the person has the right, within thirty days of entry of judgment, to request a 8 9 trial and shall specify the procedures for doing so. The notice of entry of judgment shall also notify the 10 11 person, if an amount is assessed by the court for 12 monetary assessments, fees, surcharges, or costs, that 13 if the person does not request a trial within the time specified in this paragraph, the total amount assessed 14 15 shall be paid within thirty days of entry of judgment. 16 [The notice of entry of judgment shall inform the 17 person that if the total amount is not paid within 18 thirty days, the court shall take action as provided in section 291D-10.] 19

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

In the case of a traffic infraction where the person 4 (1)5 requests a hearing at which the person will appear in person to explain mitigating circumstances, the court 6 7 shall notify the person in writing of the date, time, and place of hearing to explain mitigating 8 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

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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.]"
17	2.	By amending subsection (e) to read:
10	"(~)	Whenever indement by default in favor of the State is

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

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court shall determine whether good cause or excusable neglect 1 exists for the person's failure to take action necessary to 2 prevent entry of judgment by default. If so, the application to 3 4 set aside default judgment shall be granted, the default judgment shall be set aside, and the notice of traffic 5 infraction shall be disposed of pursuant to this chapter. If 6 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."

SECTION 5. Section 291D-8, Hawaii Revised Statutes, isamended 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

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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;

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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;

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1	[(8)] <u>(7)</u> 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 291D-10, Hawaii Revised Statutes, is
16	repealed.
17	[" §291D-10 Restriction on driver's license and motor
18	vehicle registration. (a) When the person issued a notice of
19	traffic infraction not involving parking fails to pay the total
20	amount of fines, fees, surcharges, costs, or monetary
21	assessments that has been ordered, the court shall cause an

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1	entry to be made in the driver's license record so as to prevent
2	the person from acquiring or renewing the person's driver's
3	license until the outstanding amount is paid or the notice of
4	traffic infraction is otherwise disposed of pursuant to this
5	chapter.
6	(b) In-all cases where the registered owner of a motor
7	vehicle to which a notice of traffic infraction has been issued
8	fails to pay the total amount of fines, fees, surcharges, costs,
9	or monetary assessments that have been ordered, the court shall
10	cause an entry to be made in the motor vehicle's record so as to
11	prevent-issuance or renewal of the motor-vehicle's certificate
12	of registration and transfer of title to the motor vehicle until
13	the outstanding amount is paid or the notice of traffic
14	infraction is otherwise disposed of pursuant to this chapter;
15	provided that if the traffic infraction involves an unpaid
16	parking violation, this subsection shall not prevent the
17	issuance or renewal of the motor vehicle's certificate of
18	registration and transfer of title to the motor vehicle to
19	another person, in which case the clerk of the court shall issue
20	a clearance to effectuate the registration and transfer of
21	title; and provided further that in no event shall a clearance:

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1	(1) Absolve the registered owner of the motor vehicle at
2	the time the parking violation was incurred from
3	paying the fine;
4	(2) Prevent any subsequent issuance or renewal of the
5	motor vehicle's certificate of registration and
6	transfer of title to the motor vehicle; or
7	(3) Otherwise encumber the title of that motor vehicle."]
8	PART III
9	SECTION 9. Any person prevented from obtaining or renewing
10	a driver's license or motor vehicle registration solely due to
11	failure to pay any monetary assessment imposed under chapter
12	291D, Hawaii Revised Statutes, may petition the court for a
13	driver's license or motor vehicle clearance. The court shall
14	grant any petition for a driver's license or motor vehicle
15	clearance filed in accordance with this section.
16	PART IV
17	SECTION 10. Statutory material to be repealed is bracketed
18	and stricken. New statutory material is underscored.
19	SECTION 11. This Act shall take effect on September 1,
20	2020.

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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 under certain circumstances. Allows certain individuals to petition the court for a driver's license or motor vehicle clearance. Effective September 1, 2020. (SD1)

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

