A BILL FOR AN ACT

RELATING TO TRANSPORTATION.

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

- 1 SECTION 1. The legislature finds that traffic fatalities
- 2 and injuries in Hawaii have increased, with 2022 having a record
- 3 high of one hundred seventeen traffic fatalities and five
- 4 hundred seventy serious traffic-related injuries. In the first
- 5 six months of 2023, Hawaii had forty-three traffic fatalities,
- 6 with two deaths occurring immediately outside of public schools.
- 7 The legislature recognizes that these tragic events demonstrate
- 8 the need for greater safeguards and deterrents to improve safety
- 9 on Hawaii's streets and better protect Hawaii's residents.
- 10 The legislature recognizes that the increase in traffic
- 11 violations committed by repeat offenders, including driving
- 12 without a license and speeding, is jeopardizing the safety and
- 13 welfare of Hawaii residents. The legislature acknowledges that
- 14 increased fines for these repeat offenders are necessary to both
- 15 deter repeat violations of Hawaii's traffic laws and hold these
- 16 individuals accountable for their actions.

The legislature further finds that repeated violations of 1 2 the State's minimum motor vehicle insurance policy requirements have increased, burdening innocent victims of motor vehicle 3 accidents with the cost of accidents caused by repeat offenders. 4 5 Motor vehicle insurance minimums have remained unamended for 6 nearly twenty-five years, making the required liability 7 insurance minimums insufficient to protect Hawaii residents from 8 repeat offenders. 9 The legislature also finds that with rising inflation, 10 failure to increase motor vehicle insurance will operate as a financial burden imposed on tort victims throughout Hawaii. The 11 12 legislature notes that the State is experiencing medical inflation, which has substantially increased the average cost of 13 14 motor vehicle accident-related injuries since the required motor vehicle insurance minimums were last amended. The legislature 15 16 also notes that Hawaii's outdated liability insurance minimum 17 requirements disproportionately impact residents injured in 18 motor vehicle accidents, and are no longer sufficient to protect law-abiding drivers and pedestrians. The legislature believes 19 20 that it is necessary to mitigate these impacts on Hawaii

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residents through legislation to increase certain traffic fines 2 and required motor vehicle insurance minimums. Accordingly, the purpose of this Act is to amend: 3 Section 286-136, Hawaii Revised Statutes, to increase (1)5 fines for repeated traffic violations; 6 (2) Section 291-2, Hawaii Revised Statutes, to increase 7 fines for repeated reckless driving violations; 8 (3) Section 291C-105, Hawaii Revised Statutes, to increase 9 fines for repeated violations of excessive speeding; 10 (4)Section 431:10C-117, Hawaii Revised Statutes, to 11 increase fines for driving without motor vehicle 12 liability insurance; and 13 (5) Section 431:10C-301, Hawaii Revised Statutes, to 14 increase motor vehicle insurance minimums to protect 15 residents from repeat offenders. SECTION 2. Section 286-136, Hawaii Revised Statutes, is 16 17 amended by amending subsection (b) to read as follows: 18 Any person who is convicted of violating 19 section 286-102, 286-122, 286-130, 286-131, 286-132, 286-133, or 20 286-134 shall be subject to a minimum fine of [\$500] \$1,000 and 21 a maximum fine of [\$1,000,] \$5,000, or imprisoned [no] not more

- $oldsymbol{1}$ than one year, or both, if the person has two or more prior
- 2 convictions for the same offense in the preceding five-year
- 3 period."
- 4 SECTION 3. Section 291-2, Hawaii Revised Statutes, is
- 5 amended to read as follows:
- 6 "\$291-2 Reckless driving of a vehicle or riding of
- 7 [animals;] an animal; penalty. [Whoever] (a) Any person who
- 8 operates any vehicle or rides any animal recklessly in disregard
- 9 of the safety of persons or property [is] shall be guilty of
- 10 reckless driving of <u>a</u> vehicle or reckless riding of an animal,
- 11 as appropriate, and shall be fined not more than \$1,000 or
- 12 imprisoned not more than thirty days, or both.
- 13 (b) Any person who is convicted of violating subsection
- 14 (a) shall be subject to a minimum fine of \$1,000 and a maximum
- 15 fine of \$5,000, or imprisoned not more than thirty days, or
- 16 both, if the person has two or more prior convictions for the
- 17 same offense in the preceding five-year period."
- 18 SECTION 4. Section 291C-105, Hawaii Revised Statutes, is
- 19 amended by amending subsection (c) to read as follows:

1	"(c) An <u>y</u>	y person who violates this section shall be guilty
2	of a petty mis	sdemeanor and shall be sentenced as follows without
3	the possibilit	y of probation or suspension of sentence:
4	(1) For	a first offense not preceded by a prior conviction
5	for	an offense under this section in the preceding
6	five	e years:
7	(A)	A fine of not less than \$500 and not more than
8		\$1,000;
9	(B)	Thirty-day prompt suspension of license and
10		privilege to operate a vehicle during the
11		suspension period, or the court may impose, in
12		lieu of the thirty-day prompt suspension of
13		license, a minimum fifteen-day prompt suspension
14		of license with absolute prohibition from
15		operating a vehicle and, for the remainder of the
16		thirty-day period, a restriction on the license
17		that allows the person to drive for limited
18		work-related purposes;
19	(C)	Attendance in a course of instruction in driver
20		retraining;

1		(D)	A surcharge of \$25 to be deposited into the
2			neurotrauma special fund;
3		(E)	May be charged a surcharge of up to \$100 to be
4			deposited into the trauma system special fund if
5			the court so orders;
6		(F)	An assessment for driver education pursuant to
7			section 286G-3; and
8		(G)	Either one of the following:
9			(i) Thirty-six hours of community service work;
10			or
11			(ii) Not less than forty-eight hours and not more
12			than five days of imprisonment;
13	(2)	For	an offense that occurs within five years of a
14		prio	r conviction for an offense under this section,
15		by:	
16		(A)	A fine of not less than $[\$750]$ $\$1,000$ and not
17			more than [\$1,000;] \$2,500;
18		(B)	Prompt suspension of license and privilege to
19			operate a vehicle for a period of thirty days
20			with an absolute prohibition from operating a
21			vehicle during the suspension period;

1		(C)	Attendance in a course of instruction in driver
2			retraining;
3		(D)	A surcharge of \$25 to be deposited into the
4			neurotrauma special fund;
5		(E)	May be charged a surcharge of up to [\$100] \$500
6			to be deposited into the trauma system special
7			fund if the court so orders;
8		(F)	An assessment for driver education pursuant to
9			section 286G-3; and
10		(G)	Either one of the following:
11			(i) Not less than one hundred twenty hours of
12			community service work; or
13			(ii) Not less than five days but not more than
14			fourteen days of imprisonment of which at
15			least forty-eight hours shall be served
16			consecutively; and
17	(3)	For	an offense that occurs within five years of two
18		prio	r convictions for offenses under this section, by:
19		(A)	A fine of [\$1,000;] \$2,500;

1	(B)	Revocation of license and privilege to operate a
2		vehicle for a period of not less than ninety days
3		but not more than one year;
4	(C)	Attendance in a course of instruction in driver
5		retraining;
6	(D)	No fewer than ten days but no more than thirty
7		days of imprisonment of which at least forty-
8		eight hours shall be served consecutively;
9	(E)	A surcharge of \$25 to be deposited into the
10		neurotrauma special fund;
11	(F)	May be charged a surcharge of up to [\$100] \$1,000
12		to be deposited into the trauma system special
13		fund if the court so orders; and
14	(G)	An assessment for driver education pursuant to
15		section 286G-3."
16	SECTION	5. Section 431:10C-117, Hawaii Revised Statutes,
17	is amended by	amending subsection (a) to read as follows:
18	"(a)(1) Any	person subject to this article in the capacity of
19	the	operator, owner, or registrant of a motor vehicle
20	ope	rated in this State, or registered in this State,
21	who	violates any applicable provision of this article,

. *		shall be subject to citation for the violation by any
2		county police department in a form and manner approved
3		by the traffic and emergency period violations bureau
4		of the district court of the first circuit;
5	(2)	Notwithstanding any provision of the Hawaii Penal
6		Code:
7		(A) Each violation shall be deemed a separate offense
8		and shall be subject to a fine of no less than
9		[\$100] $$500$ nor more than $[$5,000]$ $$7,000$, which
10		shall not be suspended except as provided in
11		subparagraph (B); and
12		(B) If the person is convicted of not having had a
13		motor vehicle insurance policy in effect at the
14		time the citation was issued, the fine shall be
15		[\$500] $$1,000$ for the first offense and a minimum
16		of $[\$1,500]$ $\$2,500$ for each subsequent offense
17		that occurs within a five-year period from any
18		prior offense; provided that the court:
19		(i) Shall have the discretion to suspend all or
20		any portion of the fine if the defendant
21		provides proof of having a current motor

1	venicle insurance policy; provided further
2	that upon the defendant's request, the court
3	may grant community service in lieu of the
4	fine, of no less than seventy-five hours and
5	no more than one hundred hours for the first
6	offense, and no less than [two] five hundred
7	hours nor more than [two hundred seventy-
8	five] seven hundred fifty hours for the
9	second offense; and
10	(ii) May grant community service in lieu of the
11	fine for subsequent offenses at the court's
12	discretion;
13	(3) In addition to the fine in paragraph (2), the court
14	shall either:
15	(A) Suspend the driver's license of the driver or of
16	the registered owner for:
17	(i) Three months for the first conviction; and
18	(ii) One year for any subsequent offense within a
19	five-year period from a previous offense;
20	provided that the driver or the registered owner
21	shall not be required to obtain proof of

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1	financial	responsibility	pursuant	to	section
2	287-20;	or			

- (B) Require the driver or the registered owner to keep a nonrefundable motor vehicle insurance policy in force for six months;
- 6 (4) Any person subject to a fine under this section and 7 who fails to timely pay the fine shall be given an 8 opportunity to petition the court to demonstrate that 9 the person's nonpayment or inability to pay is not 10 wilful; provided that if the person petitions the 11 court, the court shall make an individualized 12 assessment of the person's ability to pay based upon 13 the totality of the circumstances, including the 14 person's disposable income, financial obligations, and 15 liquid assets; provided further that if the court 16 determines that the person's nonpayment or inability 17 to pay is not wilful, the court may enter an order that allows additional time for payment; reduces the 18 19 amount of each installment; revokes the fee or fine, 20 or unpaid portion thereof, in whole or in part; or 21 converts any outstanding fine to community service;

1	(5)	Any person cited under this section shall have an
2		opportunity to present a good faith defense, including
3		lack of knowledge or proof of insurance; provided that
4		the general penalty provision of this section shall
5		not apply to:
6		(A) Any operator of a motor vehicle owned by another
7		person if the operator's own insurance covers
8		such driving;
9		(B) Any operator of a motor vehicle owned by that
10		person's employer during the normal scope of that
11		person's employment; or
12		(C) Any operator of a borrowed motor vehicle if the
13		operator holds a reasonable belief that the
14		subject vehicle is insured;
15	(6)	In the case of multiple convictions for driving
16		without a valid motor vehicle insurance policy within
17		a five-year period from any prior offense, the court,
18		in addition to any other penalty, shall impose the
19		following penalties:
20		(A) Imprisonment of no more than thirty days;

1		(B)	Suspension or revocation of the motor vehicle
2			registration plates of the vehicle involved;
3		(C)	Impoundment, or impoundment and sale, of the
4			motor vehicle for the costs of storage and other
5			charges incident to seizure of the vehicle, or
6			any other cost involved pursuant to section
7			431:10C-301; or
8		(D)	Any combination of those penalties; and
9	(7)	Any	violation as provided in paragraph (2)(B) shall
10		not	be deemed to be a traffic infraction as defined by
11		chap	ter 291D."
12	SECTI	ON 6	. Section 431:10C-301, Hawaii Revised Statutes,
13	is amended	l by	amending subsection (b) to read as follows:
14	"(b)	[A]	Each motor vehicle insurance policy shall
15	include:		
16	(1)	<u>If i</u>	ssued before January 1, 2027:
17	[-(1)-]	(A)	Liability coverage of not less than [\$20,000]
18			\$50,000 per person, with an aggregate limit of
19			[\$40,000] <u>\$100,000</u> per accident, for all damages
20			arising out of accidental harm sustained as a
21			result of any one accident and arising out of



1		ownership, maintenance, use, loading, or unloading
2		of a motor vehicle; and
3	[(2)] <u>(B)</u>	Liability coverage of not less than [\$10,000]
4		\$20,000 for all damages arising out of damage to
5		or destruction of property including motor
6		vehicles and including the loss of use thereof,
7		but not including property owned by, being
8		transported by, or in the charge of the insured,
9		as a result of any one accident arising out of
10		ownership, maintenance, use, loading, or
11		unloading, of the insured vehicle;
12	<u>(2)</u> If i	ssued on or after January 1, 2027:
13	<u>(A)</u>	Liability coverage of not less than \$75,000 per
14		person, with an aggregate limit of \$200,000 per
15		accident, for all damages arising out of
16		accidental harm sustained as a result of any one
17		accident and arising out of ownership,
18		maintenance, use, loading, or unloading of a
19		motor vehicle; and
20	<u>(B)</u>	Liability coverage of not less than \$40,000 for
21		all damages arising out of damage to or



1		destruction of property including motor vehicles
2		and including the loss of use thereof, but not
3		including property owned by, being transported
4		by, or in the charge of the insured, as a result
5		of any one accident arising out of ownership,
6		maintenance, use, loading, or unloading, of the
7		insured vehicle;
8	[-(3)-]	(4) With respect to any motor vehicle registered or
9		principally garaged in this State, liability coverage
10		provided therein or supplemental thereto, in limits
11		for bodily injury or death set forth in [paragraph
12		(1), paragraph (1)(A) or (2)(A), as applicable, under
13		provisions filed with and approved by the
14		commissioner, for the protection of persons insured
15		thereunder who are legally entitled to recover damages
16		from owners or operators of uninsured motor vehicles
17		because of bodily injury, sickness, or disease,
18		including death, resulting therefrom; provided that
19		the coverage required under this paragraph shall not
20		be applicable where any named insured in the policy
21		shall reject the coverage in writing; and

1	[- (4)]	(5)	Coverage for loss resulting from bodily injury or
2		deat	h suffered by any person legally entitled to
3		reco	ver damages from owners or operators of
4		unde	rinsured motor vehicles. An insurer may offer the
5		unde	rinsured motorist coverage required by this
6		para	graph in the same manner as uninsured motorist
7		cove	rage; provided that the offer of both shall:
8		(A)	Be conspicuously displayed so as to be readily
9			noticeable by the insured;
10		(B)	Set forth the premium for the coverage adjacent
11			to the offer in a manner that the premium is
12			clearly identifiable with the offer and may be
13			easily subtracted from the total premium to
14			determine the premium payment due in the event
15			the insured elects not to purchase the option;
16			and
17		(C)	Provide for written rejection of the coverage by
18			requiring the insured to affix the insured's
19			signature in a location adjacent to or directly
20			below the offer."

- 1 SECTION 7. This Act does not affect rights and duties that
- 2 matured, penalties that were incurred, and proceedings that were
- 3 begun before its effective date.
- 4 SECTION 8. Statutory material to be repealed is bracketed
- 5 and stricken. New statutory material is underscored.
- 6 SECTION 9. This Act shall take effect upon its approval.

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INTRODUCED BY:

JAN 12 2024

Report Title:

Transportation; Motor Vehicles; Traffic Fines; Insurance Minimums; Increases

Description:

Increases certain traffic fines and required motor vehicle insurance minimums.

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