A BILL FOR AN ACT

RELATING TO MOTOR VEHICLE INSURANCE.

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

1	SECT	ON 1. Sec	ection 431:10C-117, Hawaii Revised Statutes,
2	is amende	by amend:	ing subsection (a) to read as follows:
3	"(a)(1)	Any persor	n subject to this article in the capacity of
4		the operat	tor, owner, or registrant of a motor vehicle
5		operated i	in this State, or registered in this State,
6		who violat	tes any applicable provision of this article,
7		shall be s	subject to citation for the violation by any
8		county pol	lice department in a form and manner approved
9		by the tra	affic and emergency period violations bureau
10		of the dis	strict court of the first circuit;
11	(2)	Notwithsta	anding any provision of the Hawaii Penal
12		Code:	
13		(A) Each	violation shall be deemed a separate offense
14		and s	shall be subject to a fine of [not] no less
15		than	[\$100] $$200$ nor more than $[$5,000]$ $$5,500$,
16		which	h shall not be suspended except as provided
17		in su	ubparagraph (B); and

1	(B)	If t	he person is convicted of not having had a
2		moto	r vehicle insurance policy in effect at the
3		time	the citation was issued, the fine shall be
4		[\$50	$\frac{9}{600}$ for the first offense and a minimum
5		of [·	\$2,000] $$2,500$ for each subsequent offense
6		that	occurs within a five-year period from any
7		prio	r offense; provided that the court:
8		(i)	Shall have the discretion to suspend all or
9			any portion of the fine if the defendant
10			provides proof of having a current motor
11			vehicle insurance policy; provided further
12			that upon the defendant's request, the court
13			may grant community service in lieu of the
14			fine, of no less than seventy-five hours and
15			no more than one hundred hours for the first
16			offense, and $[not]$ no less than two hundred
17			hours nor more than two hundred seventy-five
18			hours for the second offense; and
19		(ii)	May grant community service in lieu of the
20			fine for subsequent offenses at the court's
21			discretion;

1	(3)	In addition to the fine in paragraph (2), the court		
2		shall either:		
3		(A) Suspend the driver's license of the driver or of		
4 .		the registered owner for:		
5		(i) Three months for the first conviction; and		
6		(ii) One year for any subsequent offense within a		
7		five-year period from a previous offense;		
8		provided that the driver or the registered owner		
9		shall not be required to obtain proof of		
10		financial responsibility pursuant to section		
11		287-20; or		
12		(B) Require the driver or [the] registered owner to		
13		keep a nonrefundable motor vehicle insurance		
14		policy in force for six months;		
15	(4)	Any person subject to a fine under this section [and]		
16		who fails to timely pay the fine shall be given an		
17		opportunity to petition the court to demonstrate that		
18		the person's nonpayment or inability to pay is not		
19		wilful; provided that if the person petitions the		
20		court, the court shall make an individualized		
21		assessment of the person's ability to pay based upon		

1		the totality of the circumstances, including the		
2		person's disposable income, financial obligations, and		
3		liquid assets; provided further that if the court		
4		determines that the person's nonpayment or inability		
5		to pay is not wilful, the court may enter an order		
6		that [allows]:		
7		(A) Allows additional time for payment; [reduces]		
8		(B) Reduces the amount of each installment; [revokes]		
9		(C) Revokes the fee or fine, or unpaid portion		
10		thereof, in whole or in part; or [converts]		
11		(D) Converts any outstanding fine to community		
12		service;		
13	(5)	Any person cited under this section shall have an		
14		opportunity to present a good faith defense, including		
15		lack of knowledge or proof of insurance; provided that		
16		the general penalty provision of this section shall		
17		not apply to[:] any operator of:		
18		(A) $[Any operator of a] \underline{A}$ motor vehicle owned by		
19		another person if the operator's own insurance		
20		covers such driving;		

1		(B)	[Any operator of a] \underline{A} motor vehicle owned by that
2			person's employer during the normal scope of that
3			person's employment; or
4		(C)	[Any operator of a] A borrowed motor vehicle if
5			the operator holds a reasonable belief that the
6			subject vehicle is insured;
7	(6)	In t	he case of multiple convictions for driving
8		with	out a valid motor vehicle insurance policy within
9		a fi	ve-year period from any prior offense, the court,
10		in a	ddition to any other penalty, shall impose the
11		foll	owing penalties:
12		(A)	Imprisonment of no more than thirty days;
13		(B)	Suspension or revocation of the motor vehicle
14			registration plates of the vehicle involved;
15		(C)	Impoundment, or impoundment and sale, of the
16			motor vehicle for the costs of storage and other
17			charges incident to seizure of the vehicle, or
18			any other cost involved pursuant to section
19			431:10C-301; or
20	i i	(D)	Any combination of those penalties; and

1	(7)	Any violation as provided in paragraph (2)(B) shall
2		not be deemed to be a traffic infraction as defined by
3		chapter 291D."

- 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. Statutory material to be repealed is bracketed
- 8 and stricken. New statutory material is underscored.
- 9 SECTION 4. This Act shall take effect on July 1, 3000.

Report Title:

Motor Vehicle Insurance; Fines

Description:

Increases the fines for violating motor vehicle insurance requirements. Effective 7/1/3000. (HD1)

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