### A BILL FOR AN ACT

RELATING TO PROPERTY FORFEITURE.

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

1 SECTION 1. The legislature finds that civil asset 2 forfeiture frequently leaves innocent citizens deprived of 3 personal property without having ever been charged or convicted 4 of any crime. This amounts to government-sponsored theft. 5 fair administration of justice means ensuring that not a single 6 innocent individual's personal property is permanently seized 7 without just cause and conviction, or compensation. 8 An injustice anywhere is a threat to justice everywhere, 9 and the purpose of this Act is to end civil asset forfeiture without conviction, which undermines the fair administration of 10 11 justice and the rule of law. 12 SECTION 2. Section 712A-5, Hawaii Revised Statutes, is 13 amended by amending subsection (2) to read as follows: 14 "(2) Except that: 15 (a) Real property, or an interest therein, may be

forfeited under the provisions of this chapter only in

16

# H.B. NO. 492

1	case	s in which the covered offense is chargeable as a
2	felo	ny offense under state law;
3	(b) No p	roperty shall be forfeited under this chapter to
4	the e	extent of an interest of an owner[ <del>, by reason of</del>
5	any (	act or omission established by that owner to have
6	been	committed or omitted without the knowledge and
7	conse	ent of that owner; ] by reason of:
8	<u>(i)</u>	The commission of any covered offense unless the:
9		(A) Covered offense is chargeable as a felony
10		offense under state law; and
11		(B) Owner has been convicted of the covered
12		offense by a verdict or plea, including a no
13		contest plea or a deferred acceptance of
14		guilty plea or no contest plea; or
15	<u>(ii)</u>	Any act or omission established by that owner to
16		have been committed or omitted without the
17		knowledge and consent of that owner;
18	prov	ded that nothing in this subsection shall be
19	const	trued to prevent the seizure of property prior to
20	conv	ction pursuant to section 712A-6.

### H.B. NO. 492

•	(0)	no conveyance asea by any person as a common carrier	
2		in the transaction of a business as a common carrier	
3		is subject to forfeiture under this section unless it	
4		appears that the owner or other person in charge of	
5		the conveyance is a consenting party or privy to a	
6		violation of this chapter;	
7	(d)	No conveyance is subject to forfeiture under this	
8		section by reason of any act or omission established	
9		by the owner thereof to have been committed or omitted	
10		without the owner's knowledge or consent; [and]	
11	(e)	A forfeiture of a conveyance encumbered by a bona fide	
12		security interest is subject to the interest of the	
13	·	secured party if the secured party neither had	
14		knowledge of nor consented to the act or omission $[\div]$ $\underline{:}$	
15		and	
16	<u>(f)</u>	This chapter shall not apply to the forfeiture of an	
17		animal prior to disposition of criminal charges	
18		pursuant to section 711-1109.2."	
19	SECT	ION 3. Section 712A-16, Hawaii Revised Statutes, is	
20	amended by amending subsection (2) to read as follows:		

## H.B. NO. 492

1	"(2)	All forfeited property and the sale proceeds thereof,	
2	up to a ma	aximum of three million dollars per year, not	
3	previously transferred pursuant to [+] subsection[+] (1)(a) of		
4	this sect	ion, [shall,] after payment of expenses of	
5	administra	ation and sale, [be distributed as follows:	
6	<del>(a)</del>	One quarter shall be distributed to the unit or units	
7		of state or local government [whose] officers or	
8		employees conducted the investigation and caused the	
9		arrest of the person whose property was forfeited or	
10		seizure of the property for forfeiture;	
11	<del>-(d)</del>	One quarter shall be distributed to the prosecuting	
12		attorney who instituted the action producing the	
13		forfeiture; and	
14	<del>(c)</del>	One half shall be deposited into the criminal	
15		forfeiture fund established by this chapter.]	
16	including	reimbursement for any costs incurred by the department	
17	of the attorney general related to the seizure or storage of		
18	seized property, shall be deposited to the credit of the state		
19	general fund."		

7

### H.B. NO. 492

- 2 matured, penalties that were incurred, and proceedings that were
- 3 begun before its effective date.
- 4 SECTION 5. Statutory material to be repealed is bracketed
- 5 and stricken. New statutory material is underscored.
- 6 SECTION 6. This Act shall take effect on July 1, 2025.

INTRODUCED BY:

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#### Report Title:

Attorney General; Penal Code; Forfeiture; Civil Assets

#### Description:

Prohibits civil asset forfeiture unless the covered offense is a felony for which the property owner has been convicted. Excludes the forfeiture proceedings for an animal pending criminal charges. Requires the Attorney General to deposit the net proceeds of the forfeited property to the credit of the state general fund.

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