**ACT 28** 

S.B. NO. 285

A Bill for an Act Relating to Statute of Limitations for Motor Vehicle Reparations.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. Section 294-36, Hawaii Revised Statutes, is amended to read as follows:

- "§294-36 Statute of limitations. (a) No suit shall be brought on any contract providing no-fault benefits or any contract providing optional additional coverage more than:
  - (1) Two years from the date of the motor vehicle accident upon which the claim is based; or
  - (2) Two years after the last payment of no-fault or optional additional benefits; or
  - (3) Two years after the entry of a final order in arbitration; [whichever is the last to occur.] or

- (4) Two years after the entry of a final judgment in, or dismissal with prejudice of, a tort action arising out of a motor vehicle accident, where a cause of action for insurer bad faith arises out of the tort action; whichever is the last to occur.
- (b) No suit arising out of a motor vehicle accident shall be brought in tort more than:
  - (1) Two years after the date of the motor vehicle accident upon which the claim is based; or
  - (2) Two years after the date of the last payment of no-fault or optional additional benefits; [whichever is the later.] or
  - (3) Two years after the date of the last payment of workers' compensation or public assistance benefits arising from the motor vehicle accident; whichever is the last to occur."

SECTION 2. Statutory material to be repealed is bracketed. New material is underscored.

SECTION 3. This Act shall take effect upon its approval.

(Approved April 16, 1984.)