

ACT 254

H.B. NO. 231

A Bill for an Act Relating to the Motor Vehicle Industry.

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

SECTION 1. Section 437-1.1, Hawaii Revised Statutes, is amended by amending the definition of "dealer" to read:

- "(6) "Dealer" includes "auction" as defined in this section or any person not expressly excluded by this chapter engaged in the business of selling, soliciting, offering, or attempting to negotiate sales, purchases, or exchanges of motor vehicles or any interest therein, including options to purchase motor vehicles. "New motor vehicle dealer" means a dealer who engages in the business of selling at wholesale or retail, or both, new motor vehicles or new and used motor vehicles. "Used motor vehicle dealer" means a dealer who engages in the business of selling at wholesale or retail, or both, only used motor vehicles. The term "dealer" excludes a person who sells or purchases motor vehicles in the capacity of:
- (A) A receiver, trustee, personal representative, guardian, or any other person appointed by or acting under a judgment or order of any court; or
 - (B) A public officer while performing [his] official duties; or
 - (C) A holder of a license issued under this chapter, other than a dealer, when acting within the scope of the license; or
 - (D) An insurance company, finance company, bank or other financial institution selling or offering for sale motor vehicles repossessed or foreclosed by it under the terms of a retail installment sales contract or security agreement; or
 - (E) A person not engaged in the business of selling or purchasing motor vehicles when acquiring or disposing of motor vehicles for [their] the person's own personal, family, or business use; provided [such] the vehicles are acquired or disposed of for [such] the person's use in good faith and not for the purpose of evading any [provisions] provision of this chapter."

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 Statutory material to be repealed is bracketed.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

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

(Approved June 5, 1985.)