

ACT 83

S.B. NO. 2315-86

A Bill for an Act Relating to Settlement of Claims.

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

SECTION 1. Section 41-6, Hawaii Revised Statutes, is amended to read as follows:

“§41-6 Insurance on public vehicles. Vehicles owned by the State or in the custody and use of any department may be self-insured or insured by purchased insurance against public liability[, in limits not less than \$100,000/300,000, and against property damage in limits not less than \$10,000.] in compliance with chapter 294. The insurance may be effected by the department or other organization having custody or control of the vehicle, or, with the acquiescence of the head of the department or other organization, the vehicle may be insured on a complete or excess coverage basis under a [fleet liability] comprehensive automobile liability insurance policy entered into by the [State.] risk manager. If the vehicles are self-insured, claims for which the State is liable under chapter 294 may be settled and paid by the risk manager or the risk manager’s designee from the state insurance fund, notwithstanding the provisions of chapter 662. Any [such] purchased state [fleet liability] comprehensive automobile liability insurance policy shall be administered by and be subject to the control of the [comptroller.] risk manager.”

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 Statutory material to be repealed is bracketed.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 April 22, 1986.)