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# A BILL FOR AN ACT

RELATING TO NEGOTIABLE INSTRUMENTS.

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

1           SECTION 1. Section 490:3-506.5, Hawaii Revised Statutes,  
2 is amended to read as follows:

3           " ~~[+] §490:3-506.5 [.]~~ **Charges for dishonored checks.** The  
4 payee or a holder in due course of any check, draft, or order  
5 for the payment of money that has been dishonored for lack of  
6 funds or credit to pay the check, draft, or order or because the  
7 maker has no account with the drawee shall be allowed to assess  
8 the maker a reasonable service charge of not more than ~~[\$20.]~~  
9 \$ \_\_\_\_\_."

10           SECTION 2. Statutory material to be repealed is bracketed  
11 and stricken. New statutory material is underscored.

12           SECTION 3. This Act shall take effect on July 1, 2020.



**REPORT Title:**

UCC; Dishonored Checks

SB 1223  
SD2 HD1

**Description:**

Amends the service charge for a dishonored check, draft, or order to not more than \$ . Effective date July 1, 2020. (SB3350 HD1)

SB1223 HD1 HMS 2006-3350

