
A BILL FOR AN ACT

RELATING TO ARBITRATION.

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

1 SECTION 1. Under the existing laws, the district courts
2 have exclusive jurisdiction over civil claims in which the
3 disputed amount is \$10,000 or less. However the circuit courts
4 have exclusive jurisdiction over disputes subject to arbitration
5 regardless of the amount in dispute. Many disputes subject to
6 arbitration are well below the \$10,000 limit at which the
7 district courts would normally have jurisdiction. The
8 legislature finds that this is not an economical or efficient
9 use of judicial resources and it discourages the use of
10 arbitration in the area of small disputes. Therefore, the mere
11 existence of an arbitration agreement should not impact which
12 court has jurisdiction over civil claims.

13 The purpose of this Act is to give the district courts
14 jurisdiction over civil actions subject to arbitration
15 agreements where the amount in dispute is less than \$10,000.

16 SECTION 2. Section 658A-1, Hawaii Revised Statutes, is
17 amended by amending the definition of "court" to read as
18 follows:



H.B. NO. 2898

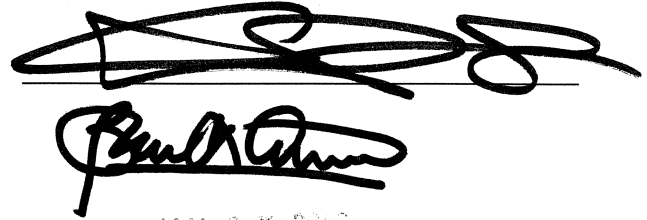
1 ""Court" means [~~the~~] any district or circuit court [~~of the~~
2 ~~appropriate judicial circuit~~] of competent jurisdiction in this
3 State, unless otherwise indicated."

4 SECTION 3. Statutory material to be repealed is bracketed
5 and stricken. New statutory material is underscored.

6 SECTION 4. This Act shall take effect upon its approval.

7

INTRODUCED BY:

A large, stylized handwritten signature in black ink, appearing to read "Paul Turner", is written over a horizontal line. The signature is highly cursive and somewhat illegible.

JAN 25 2006



HB 2898

Report Title:

Arbitration

Description:

Allows the district courts to have jurisdiction over cases subject to arbitration agreements where the disputed amount is \$10,000 or less.

