
A BILL FOR AN ACT

RELATING TO MOTOR VEHICLE INSURANCE.

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

1 SECTION 1. Chapter 431, Hawaii Revised Statutes, is
2 amended by adding a new section to article 10C to be
3 appropriately designated and to read as follows:
4 "§431:10C- Reduction in premium charges. (a) Any
5 rates, rating schedules, or rating manuals for liability,
6 personal injury protection, and collision coverages under a
7 motor vehicle insurance policy submitted to or filed with the
8 insurance commissioner shall provide an appropriate reduction in
9 premium charges as to those coverages for a three-year period
10 when the principal operator of the covered vehicle has
11 successfully completed a motor vehicle accident prevention
12 course approved by the department of transportation. Any
13 discount used by an insurer shall be presumed appropriate unless
14 credible data demonstrates otherwise.

15 (b) The premium reduction required by this section shall
16 be effective for an insured for a three-year period after
17 successful completion of the approved course, except that the
18 insurer may require, as a condition of providing and maintaining



1 the discount, that the insured may not be involved in an
2 accident for which the insured is at fault for the duration of
3 the three-year, reduced-premium period.

4 (c) Upon successful completion of the approved course,
5 each person shall be issued a certificate by the organization
6 offering the course that shall be used to qualify for the
7 premium discount required by this section.

8 (d) This section shall not apply in the event that the
9 approved course is specified by a court or other governmental
10 entity as being required as a result of a moving traffic
11 violation.

12 (e) Each participant shall take an approved course every
13 three years to continue to be eligible for the reduction in
14 premium charges."

15 SECTION 2. New statutory material is underscored.

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



Report Title:

Motor Vehicle Insurance

Description:

Requires motor vehicle insurers to reduce the rates of individuals who successfully complete a driver improvement course. (SD1)

