July 2, 2019

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirtieth State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki,
Speaker and Members of the
House of Representatives
Thirtieth State Legislature
State Capitol, Room 431
Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on July 2, 2019, the following bill was signed into law:

HB154 HD1 SD1 RELATING TO SERVICE CONTRACTS.
ACT 195 (19)

Sincerely,

DAVID Y. IGE
Governor, State of Hawai'i
A BILL FOR AN ACT

RELATING TO SERVICE CONTRACTS.

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

SECTION 1. Section 481X-2, Hawaii Revised Statutes, is amended as follows:

1. By adding a new definition to be appropriately inserted and to read:

""Road hazard" means a hazard that is encountered while driving a motor vehicle, which may include but not be limited to potholes, rocks, wood debris, metal parts, glass, plastic, curbs, or composite scraps."

2. By amending the definition of "service contract" to read:

""Service contract" means a contract or agreement for a separately stated consideration and a specific duration, to:

(1) To perform or indemnify the repair, replacement, or maintenance of property for operational or structural failure due either to a defect in materials or artisanship, or to normal wear and tear, with or without additional provision for incidental payment or
indemnity under limited circumstances, including but
not limited to towing, rental, and emergency road
service[–]; or
(2) For performance of one or more of the following
services:
(A) The repair or replacement of tires or wheels on a
    motor vehicle damaged as a result of coming into
    contact with a road hazard;
(B) The removal of dents, dings, or creases on a
    motor vehicle that can be repaired using the
    process of paintless dent removal without
    affecting the existing paint finish and without
    replacing vehicle body panels, sanding, bonding,
    or painting;
(C) The repair of chips or cracks in a motor vehicle
    windshield or the replacement of a motor vehicle
    windshield as a result of damage caused by a road
    hazard;
(D) The replacement of a motor vehicle key or key-fob
    in the event that the key or key-fob becomes
    inoperable, lost, or stolen; or
(E) Other services which may be approved by the commissioner, if not inconsistent with other provisions of this chapter.

Service contracts may provide for the repair, replacement, or maintenance of property damaged by power surges, or accidentally damaged during handling."

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

SECTION 3. This Act shall take effect on July 1, 2019; provided that section 1 shall take effect on July 1, 2020.

APPROVED this 02 day of JUL, 2019

GOVERNOR OF THE STATE OF HAWAII
HB No. 154, HD 1, SD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 30, 2019
Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirtieth Legislature of the State of Hawaii, Regular Session of 2019.

Scott K. Saiki
Speaker
House of Representatives

Brian L. Takeshita
Chief Clerk
House of Representatives
THE SENATE OF THE STATE OF HAWAI‘I

Date: April 5, 2019
Honolulu, Hawai‘i 96813

We hereby certify that the foregoing Bill this day passed Third Reading in the Senate of the Thirtieth Legislature of the State of Hawai‘i, Regular Session of 2019.

[Signature]
President of the Senate

[Signature]
Clerk of the Senate