A BILL FOR AN ACT

RELATING TO DISPOSITION OF PERSONAL PROPERTY ON PUBLIC HOUSING PROPERTIES.

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

- SECTION 1. Chapter 356D, Hawaii Revised Statutes, is

 amended by adding a new section to be appropriately designated

 and to read as follows:

 "S356D- Disposition of abandoned or seized property.

 (a) The authority may sell, donate, or otherwise dispose of

 property abandoned or seized in or around any state low-income
- 8 <u>section.</u>

housing project upon compliance with the requirements of this

- 9 (b) The authority shall send notice by certified mail, at
- 10 least fifteen calendar days prior to disposition of the
- 11 abandoned or seized property, to the address of the owner of the
- 12 property abandoned or seized if the owner is known or can be
- 13 determined. The notice shall apprise the owner of the identity
- 14 and location of the property abandoned or seized and of the
- 15 intent of the authority to sell, donate, or otherwise dispose of
- 16 the property. If the identity or the address of the owner is

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- 1 unknown or cannot be determined, the notice shall be posted on
- 2 the premises on which the property was abandoned or seized.
- 3 (c) If the abandoned or seized property has an estimated
- 4 value of \$500 or more per item, the authority shall give public
- 5 notice of the disposition at least once statewide or in a
- 6 publication of local circulation in the county in which the
- 7 property was abandoned or seized; provided that the disposition
- 8 shall not take place fewer than five days after the notice of
- 9 intent to dispose of the property. The value of the items shall
- 10 be estimated at the discretion of the authority.
- 11 (d) The sale of abandoned or seized property having an
- 12 estimated value of \$500 or more per item as estimated at the
- 13 discretion of the authority shall be by public auction through
- 14 oral offers in the county in which the property was abandoned or
- 15 seized. If no bid is received, the property may be disposed of
- 16 as the authority deems appropriate.
- 17 (e) Any person entitled to the abandoned or seized
- 18 property may repossess the property prior to its disposition
- 19 upon proof of entitlement.
- 20 (f) The requirement of public notice and public auction
- 21 pursuant to subsections (c) and (d) shall not apply when the
- value of the abandoned or seized property is less than \$500 per

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    item. Such property may be disposed of as the authority deems
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    appropriate.
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         (g) The proceeds of the sale of abandoned or seized
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    property, after deduction of all unpaid rent, debts, charges,
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    and fines owed to the authority, and all expenses of handling,
    storage, appraisal, advertising, and other sale expenses, shall
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    be first offset against any amounts owed by the owner to the
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    State. Any amount remaining shall be held in trust for the
    owner of the property for thirty days, after which time the
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    proceeds shall be paid into the authority's appropriate special
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    fund.
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         (h) The State, its officers, employees, and agents shall
    not be liable to the owner of abandoned or seized property for
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    actions taken pursuant to this section."
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         SECTION 2. Section 356D-56, Hawaii Revised Statutes, is
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    repealed.
         ["<del>[$356D-56] Lien on abandoned personalty, sale, etc.</del>
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    Whenever the authority has in its possession for four months
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    after the termination of any residency or occupancy mentioned in
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    this-subpart, any personal property that has-been left in or
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    about any state low-income-housing-project-by-any person who
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    formerly resided in, or occupied a room, dwelling unit, living
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quarters, or space in the state low-income housing project, the
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    authority may sell the same at public auction. The proceeds of
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    sale shall be applied to the payment of its charges for storage
    of the personal property, for public notice and sale, and to the
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    payment of other amounts, if any, then due and owing to it from
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    the-former resident or occupant for rent or for any utility or
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    service. Before-any-sale is-made, the authority shall-first
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    give public notice of the time and place of sale at least two
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    times in the county in which the personal property is located.
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    The notice shall contain a brief description of the property;
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    the name, if known, of the former resident or occupant who left
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    the property in or about the housing project; the amount of the
    charges for storage, if any; and the indebtedness, if any; and
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    the time and place of the sale. The charges for storage, if
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    any, and for notice and sale, and the indebtedness, if any,
    shall be a lien upon the personal property. Notices of several
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    sales may be combined and given in one notice, and whenever
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    combined and given, the expenses of notice and sale shall be a
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    lien and shall be satisfied in ratable proportion according to
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    the amount received for each lot of property so noticed for
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    <del>sale.</del>"l
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- 1 SECTION 3. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 4. This Act shall take effect upon its approval.

Report Title:

Public Housing; Disposition of Abandoned or Seized Property

Description:

Establishes a process whereby the Hawaii Public Housing Authority may dispose of abandoned or seized property that it has acquired on state low-income housing projects. (HB888 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.