STAND. COM. REP. NO. 2440

Honolulu, Hawaii

FEB 1 4 2014

S.B. No. 2477 RE:

Honorable Donna Mercado Kim President of the Senate Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

Madam:

Your Committees on Judiciary and Labor and Commerce and Consumer Protection, to which was referred S.B. No. 2477 entitled:

"A BILL FOR AN ACT RELATING TO LAND COURT,"

beg leave to report as follows:

The purpose and intent of this measure is to authorize the use of a master certificate of title for common interest communities to simplify and streamline the operation of the Land Court. Specifically, this measure:

- Establishes procedures for a master certificate of title (1)for the Assistant Registrar of the Land Court to carry out upon the recording of a declaration creating a common interest community;
- Establishes procedures for a master certificate of title (2) for the Assistant Registrar to carry out upon the recording of an amendment or supplement to the governing documents of an existing common interest community;
- Establishes the effect of a master certificate of title (3) of a common interest community;
- (4)Sets the requirements for the contents of a master certificate of title of a common interest community; and
- Adds definitions of "association", "common interest (5) community", "governing documents", "master certificate of title", and "unit".

2014-1363 SSCR SMA.doc Your Committees received testimony in support of this measure from the Department of Land and Natural Resources, Community Association Institute, and five individuals. The Judiciary submitted comments.

Your Committees find that existing law requires that any amendment to the documents governing a condominium or planned community shall be noted on the certificate of title for each unit. This is a costly and time-consuming process for the Land Court. This measure authorizes the use of a master certificate of title for common interest communities to list encumbrances of general application and eliminates the need to change the certificate of title for each unit to reflect any changes in the encumbrances of general application. As a result, the certificates of title for each unit will cross reference the master certificate of title.

As affirmed by the records of votes of the members of your Committees on Judiciary and Labor and Commerce and Consumer Protection that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 2477 and recommend that it pass Second Reading and be referred to the Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committees on Judiciary and Labor and Commerce and Consumer

ROSALVN H BAKER Chair

CLAYTON HEE, Chair

The Senate Twenty-Seventh Legislature State of Hawai'i

Record of Votes Committee on Judiciary and Labor JDL

Bill / Resolution No.:* SB 2477	Committee Referral: JDL/CPN, WAM 2/1/14								
The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:									
The Recommendation is:									
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313									
Members		Aye	Aye (WR)	Nay	Excused				
HEE, Clayton (C)									
SHIMABUKURO, Maile S.L. (VC)		/							
GABBARD, Mike					~				
GALUTERIA, Brickwood		V							
IHARA, Jr., Les					V				
SOLOMON, Malama									
SLOM, Sam									

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TOTAL		4			3				
Recommendation: Adopted Not Adopted									
Chair's or Designee's Signature:									
Distribution: Original File with Committee Re	Yellow eport Clerk's Office		Pink Drafting Agency						

*Only one measure per Record of Votes

The Senate Twenty-Seventh Legislature State of Hawai'i

Record of Votes Committee on Commerce and Consumer Protection CPN

Bill / Resolution No.:*	Committee Referral: Date:						
SB2477	JDL/CPN, WAM 2/11/14						
The committee is reconsidering its previous decision on this measure.							
If so, then the previous decision was to:							
The Recommendation is:							
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313							
Members		Aye	Aye (WR)	Nay	Excused		
BAKER, Rosalyn H. (C)		/					
TANIGUCHI, Brian T. (VC)							
NISHIHARA, Clarence K.							
WAKAI, Glenn					/		
SLOM, Sam							
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TOTAL		3			2		
Recommendation: Adopted Not Adopted							
Chair's or Designee's Signature: Claure & Aushihara							
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy							

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