HOUSE OF REPRESENTATIVES TWENTY-NINTH LEGISLATURE, 2017 STATE OF HAWAII H.B. NO. 279

### A BILL FOR AN ACT

RELATING TO CONDOMINIUMS.

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

SECTION 1. The legislature finds that existing law on 1 2 voting pursuant to a proxy at a meeting of a condominium association specifies that a standard proxy form must contain 3 boxes for a condominium owner to check and indicate how a proxy 4 5 is given. However, proxy forms may sometimes be returned to an 6 association's secretary or managing agent with more than one box 7 checked, or with nothing marked on the proxy form. This may 8 lead to confusion over how the proxy should be counted. 9 Accordingly, the purpose of this Act is to clarify that 10 when a proxy is returned with no boxes checked or more than one

11 box checked, the proxy shall be deemed defective and will be 12 counted for quorum purposes only.

13 SECTION 2. Section 514B-123, Hawaii Revised Statutes, is14 amended by amending subsection (d) to read as follows:

- 15 "(d) A proxy, to be valid, shall:
- 16 (1) Be delivered to the secretary of the association or
  17 the managing agent, if any, no later than 4:30 p.m. on



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1		the	second business day prior to the date of the
2		meet	ing to which it pertains;
3	(2)	Cont	ain at least the name of the association, the date
4		of t	he meeting of the association, the printed names
5		and	signatures of the persons giving the proxy, the
6		unit	numbers for which the proxy is given, the names
7		of p	ersons to whom the proxy is given, and the date
8		that	the proxy is given; [ <del>and</del> ]
9	(3)	If i	t is a standard proxy form authorized by the
10		asso	ciation, contain boxes wherein the owner has
11		indi	cated that the proxy is given:
12		(A)	For quorum purposes only;
13		(B)	To the individual whose name is printed on a line
14			next to this box;
15		(C)	To the board as a whole and that the vote is to
16			be made on the basis of the preference of the
17			majority of the directors present at the meeting;
<b>18</b>			or
19		(D)	To those directors present at the meeting with
20			the vote to be shared with each director
21			receiving an equal percentage.



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1		The proxy form shall also contain a box wherein the
2		owner may indicate that the owner wishes to obtain a
3		copy of the annual audit report required by section
4		514B-150[-] ; and
5	(4)	If it is a standard proxy form authorized by the
6		association and is returned with no box checked or
7		more than one box checked, be deemed defective and be
8		counted for quorum purposes only."
9	SECT	ION 3. Statutory material to be repealed is bracketed
10	and stric	ken. New statutory material is underscored.
11	SECT	ION 4. This Act shall take effect upon its approval.
12		

INTRODUCED BY:

JAN 19 2017



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### Report Title:

Condominiums; Associations; Meetings; Voting; Proxies

#### Description:

Clarifies that when a standard proxy form is returned with no boxes checked or more than one box checked, the proxy shall be deemed defective and shall be counted for quorum purposes only.

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

