

GOV. MSG. NO. 1157

EXECUTIVE CHAMBERS HONOLULU

And the second second

June 16, 2021

The Honorable Ronald D. Kouchi, President and Members of the Senate Thirty First State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty First 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 June 16, 2021, the following bill was signed into law:

HB1376 HD2 SD2 CD1

RELATING TO THE LANDLORD-TENANT CODE ACT 057(21)

Sincerely,

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DAVID Y. IGE Governor, State of Hawai'i

DAVID Y. IGE governor Approved by the Governor JUN 16 2021

HOUSE OF REPRESENTATIVES THIRTY-FIRST LEGISLATURE, 2021 STATE OF HAWAII

A BILL FOR AN ACT

ORIGINAL

ACT057

H.B. NO.

1376

H.D. 2

S.D. 2 C.D. 1

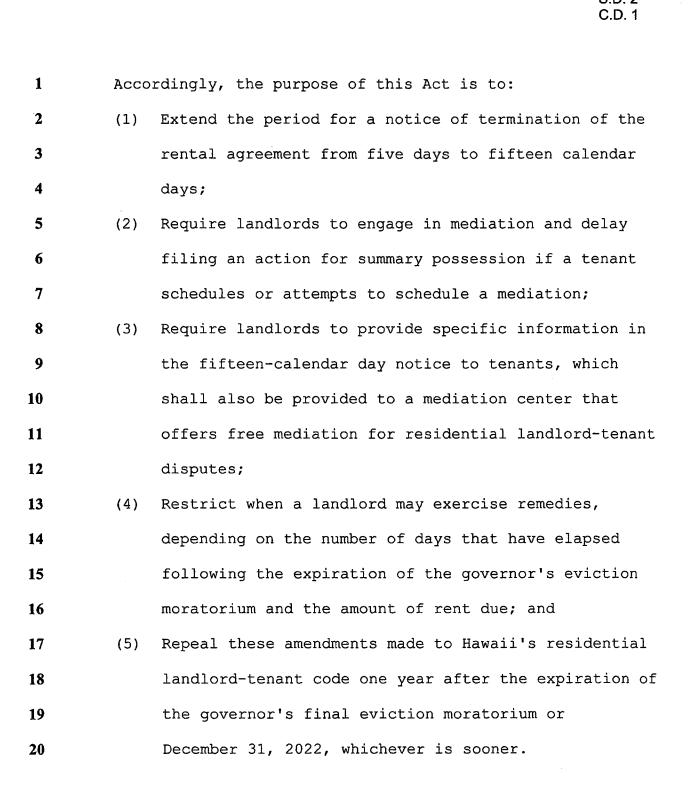
RELATING TO THE LANDLORD-TENANT CODE.

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

1 SECTION 1. The legislature finds that, due to the 2 coronavirus disease 2019 (COVID-19) pandemic, tens of thousands 3 of Hawaii residents have lost their jobs and have been unable to 4 pay their rent. The governor has issued proclamations related 5 to the COVID-19 emergency to provide protections for tenants 6 struggling to pay rent during this time, including an eviction 7 moratorium that prohibits any eviction from a residential 8 dwelling unit for failure to pay rent. The legislature finds, however, that while this moratorium has been extended at various 9 10 times throughout the course of the COVID-19 pandemic, at some 11 point, the eviction moratorium will expire. Therefore, a 12 balanced approach is needed to encourage communications and facilitate mediation between landlords and tenants to help 13 reduce the large number of summary possession cases that are 14 expected to follow the expiration of certain COVID-19 emergency 15 16 proclamations.

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H.B. NO.

1 SECTION 2. Section 521-68, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "§521-68 Landlord's remedies for failure by tenant to pay 4 rent. (a) A landlord or the landlord's agent may, any time 5 after rent is due, demand payment thereof and notify the tenant 6 in writing that unless payment is made within a time mentioned in the notice $[\tau]$ as provided in subsection (b), not less than 7 [five business] fifteen calendar days after receipt thereof, the 8 9 rental agreement [will] shall be terminated. If the tenant 10 cannot be served with notice as required, notice may be given to 11 the tenant by posting the same in a conspicuous place on the 12 dwelling unit [-,], and the notice shall be deemed received on the 13 date of posting. If the tenant remains in default, the landlord 14 may thereafter bring a summary proceeding for possession of the 15 dwelling unit or any other proper proceeding, action, or suit 16 for possession [-], subject to subsections (b) through (g). The 17 notice required in this section need not be given if the action 18 is based on the breach of a mediated agreement or other 19 settlement agreement. 20 The fifteen-calendar day notice shall provide, at a (b)

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21 minimum, the following:

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(1)	The name of the landlord or the landlord's agent and
	the landlord's or landlord's agent's contact
	information, including, if possible, phone number,
	electronic mail address, and mailing address;
(2)	The address of the dwelling unit subject to the rental
	agreement;
(3)	The name and contact information of each tenant,
	including, if possible, phone number, electronic mail
	address, and mailing address;
(4)	The monthly rental rate of the dwelling unit;
(5)	The current amount of the rent due as of the date of
	the notice, after applying all rent paid from all
	sources;
(6)	Whether the landlord or landlord's agent has applied
	for rental assistance or been contacted on behalf of
	the tenant by any agency providing rental assistance;
(7)	That any rental assistance received by the landlord or
	landlord's agent has been credited to the tenant's
	amount due;
(8)	That a copy of the fifteen-calendar day notice being
	provided to the tenant is also being provided to the
	(2) (3) (4) (5) (6) (7)



,

1		mediation center to be identified by the landlord and,
2		in accordance with subsection (c), in order for the
3		mediation center to contact the landlord and tenant to
4		attempt to schedule a mediation regarding the
5		nonpayment of rent;
6	(9)	That the mediation center will provide proof to the
7		landlord that the notice was received and provide
8		confirmation of the scheduled date and time of
9		mediation;
10	(10)	That the landlord or landlord's agent may file an
11		action for summary possession if the rent due is not
12		paid and if mediation is not scheduled within
13		fifteen calendar days after the tenant's receipt of
14		the fifteen-calendar day notice, regardless of whether
15		the scheduled mediation session occurs within the
16		fifteen calendar days;
17	(11)	A warning in bold typeface print that says: "If
18		mediation is not scheduled within fifteen calendar
19		days after receipt of the notice, regardless of
20		whether the scheduled mediation session occurs within
21		the fifteen-calendar day period, then the landlord may

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1	file an action for summary possession after the
2	expiration of the fifteen-calendar day period. If
3	mediation is scheduled before the expiration of the
4	fifteen-calendar day period, regardless of whether the
5	scheduled mediation session occurs within the
6	fifteen calendar days, then the landlord shall only
7	file an action for summary possession after the
8	expiration of thirty calendar days following the
9	tenant's receipt of the fifteen-calendar day notice.
10	If the fifteen-calendar day notice was mailed, receipt
11	of notice shall be deemed to be two days after the
12	date of the postmark. If the fifteen-calendar day
13	notice was posted on the premises, receipt of notice
14	shall be deemed to be the date of posting. If an
15	agreement is reached before the filing of an action
16	for summary possession, whether through mediation or
17	otherwise, then the landlord shall not bring an action
18	for summary possession against the tenant, except as
19	provided in any agreement that may be reached. The
20	landlord shall be required to note the status of the
21	mediation or settlement effort and proof of sending or

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1		posting the fifteen-calendar day notice to the
2		mediation center in the action for summary
3		possession.";
4	(12)	Notice that the eviction may be subject to additional
5		requirements and protections under state or federal
6		law and that the tenant is encouraged to seek the
7		tenant's own legal advice regarding their rights and
8		responsibilities; and
9	(13)	That the landlord or landlord's agent shall engage in
10		mediation if mediation is scheduled.
11	<u>(c)</u>	Landlords or their agents shall provide the
12	fifteen-c	alendar day notice to a mediation center that offers
13	free medi	ation for residential landlord-tenant matters. The
14	mediation	center shall contact the landlord or landlord's agent
15	and the t	enant to schedule the mediation. If a tenant schedules
16	mediation	within the fifteen-calendar day period, regardless of
17	whether t	he scheduled mediation session occurs within the
18	<u>fifteen-d</u>	ay period, the landlord shall only file a summary
19	proceedin	g for possession after the expiration of
20	thirty ca	lendar days from the date of receipt of the notice. If
21	the tenan	t schedules mediation, the landlord shall participate.



1	<u>(d)</u>	The summary possession complaint for nonpayment of
2	rent shal	l include:
3	(1)	A document or documents from the mediation center
4		verifying that the landlord provided a copy of the
5		required fifteen-calendar day notice to the mediation
6		center;
7	(2)	A statement as to whether the landlord or landlord's
8		agent and tenant have participated in, or will
9		participate in, any scheduled mediation; and
10	(3)	If mediation is pending, the date on which the
11		mediation is scheduled.
12	<u>(e)</u>	If the mediation has not occurred as of, or been
13	scheduled	for a future date after, the return hearing date on
14	the summa	ry possession complaint, the court, in its discretion
15	and based	on a finding of good cause, may order a separate
16	mediation	<u>.</u>
17	<u>(f)</u>	If there is any defect in the fifteen-calendar day
18	notice de	scribed in subsection (b) provided by the landlord and
19	the court	determines the defect was unintentional and
20	immateria	1, the court may allow the landlord to cure the defect
21	without d	ismissing the action for summary possession.



1	<u>(g)</u>	No landlord may bring a summary proceeding for
2	possession	n for a tenant's failure to pay rent except pursuant to
3	this sect:	ion and as follows:
4	(1)	Beginning on the first day after the expiration date
5		of the final eviction moratorium through the
6		thirtieth day after the expiration date of the final
7		eviction moratorium, the rent due shall be equal to or
8		greater than four months' rent;
9	(2)	Beginning on the thirty-first day after the expiration
10		date of the final eviction moratorium through the
11		ninety-first day after the expiration date of the
12		final eviction moratorium, the rent due shall be equal
13 [′]		to or greater than three months' rent;
14	(3)	Beginning on the ninety-second day after the
15		expiration date of the final eviction moratorium
16		through the one hundred fifty-second day after the
17		expiration date of the final eviction moratorium, the
18		rent due shall be equal to or greater than two months'
19		rent; and
20	(4)	Beginning on the one hundred fifty-third day after the
21		expiration date of the final eviction moratorium

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1	through the three hundred sixty-fifth day after the
2	expiration day of the final eviction moratorium, the
3	rent due shall be equal to or greater than one month's
4	rent.
5	For purposes of this section, "final eviction moratorium"
6	means an emergency proclamation or supplementary proclamation,
7	or any extension thereof, issued by the governor and related to
8	the coronavirus disease 2019 pandemic, that prohibits any
9	eviction from a residential dwelling for a failure to pay rent.
10	[(b)] <u>(h)</u> A landlord or the landlord's agent may bring an
11	action for rent alone at any time after the landlord has
12	demanded payment of past due rent and notified the tenant of the
13	landlord's intention to bring [such an] the action."
14	SECTION 3. There is appropriated out of the American
15	Rescue Plan Act of 2021, section 3201, Emergency Rental
16	Assistance, Housing Stability Services funds, allocated to the
17	State of Hawaii in the sum of \$3,545,000 but not more than
18	ten per cent of the funds received under the Emergency Rental
19	Assistance or so much thereof as may be necessary for fiscal
20	year 2021-2022, to be allocated as follows:
21	(1) \$490,000 to the county of Hawaii;

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1	(2) \$245,000 to the county of Kauai;
2	(3) \$710,000 to the county of Maui; and
3	(4) \$2,100,000 to the city and county of Honolulu,
4	to contract for services as permissible by this Act and the
5	guidance published by the United States Treasury for Emergency
6	Rental Assistance.
7	The sum appropriated shall be expended by each county for
8	the purposes of this Act.
9	SECTION 4. There is appropriated out of the American
10	Rescue Plan Act of 2021, section 9901, Coronavirus State and
11	Local Fiscal Recovery Fund, allocated to the State of Hawaii in
12	the sum of \$505,000 or so much thereof as may be necessary for
13	fiscal year 2021-2022, to be allocated as follows:
14	(1) \$69,000 to the county of Hawaii;
15	(2) \$36,000 to the county of Kauai;
16	(3) \$100,000 to the county of Maui; and
17	(4) \$300,000 to the city and county of Honolulu,
18	to contract for services as permissible by this Act and the
19	guidance published by the United States Treasury to assist
20	households that do not qualify under American Rescue Plan Act



of 2021, section 3201, Emergency Rental Assistance, Housing
 Stability Services funds.

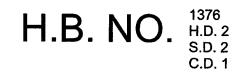
3 The sum appropriated shall be expended by each county for4 the purposes of this Act.

5 SECTION 5. This Act does not affect rights and duties that 6 matured, penalties that were incurred, and proceedings that were 7 begun before its effective date; provided that any contract in 8 effect prior to the effective date of this Act that is 9 subsequently renewed or extended on or after the effective date 10 of this Act shall comply with the requirements of this Act.

SECTION 6. Statutory material to be repealed is bracketedand stricken. New statutory material is underscored.

SECTION 7. This Act shall take effect upon approval; 13 14 provided that the governor shall notify the chief justice, 15 legislature, and revisor of statutes no later than twenty days 16 prior to the expiration of the final eviction moratorium 17 identified in section 2 of this Act, that the governor will not be issuing any further eviction moratoriums in response to the 18 19 COVID-19 pandemic. On December 31, 2022, or upon the one year 20 anniversary of the expiration date identified by the governor, 21 whichever is sooner:

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1	(1)	All provisions of this Act except sections 3 and 4
2		shall be repealed; and
3	(2)	Section 521-68, Hawaii Revised Statutes, shall be
4		reenacted in the form in which it read on the day
5		prior to the effective date of this Act.

APPROVED this ¹⁶ day of JUN

, 2021

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GOVERNOR OF THE STATE OF HAWAII



HB No. 1376, HD 2, SD 2, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 27, 2021 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2021.

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Scott K. Saiki Speaker House of Representatives

This L. The

Brian L. Takeshita Chief Clerk House of Representatives

H.B. No. 1376, H.D. 2, S.D. 2, C.D. 1

THE SENATE OF THE STATE OF HAWAI'I

Date: April 27, 2021 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate

of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2021.

President of the Senate

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Clerk of the Senate