H.B. NO. (376

#### A BILL FOR AN ACT

RELATING TO THE LANDLORD-TENANT CODE.

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

SECTION 1. Section 521-68, Hawaii Revised Statutes, is
amended to read as follows:

3 "§521-68 Landlord's remedies for failure by tenant to pay rent. (a) A landlord or the landlord's agent may, any time 4 5 after rent is due, demand payment thereof and notify the tenant 6 in writing that unless payment is made within a time mentioned 7 in the notice  $[\tau]$  as provided in subsection (b), not less than 8 [five business] fifteen calendar days after receipt thereof, the 9 rental agreement will be terminated. If the tenant cannot be 10 served with notice as required, notice may be given the tenant 11 by posting the same in a conspicuous place on the dwelling 12 unit[-] and the notice will be deemed received on the date of 13 posting. If the tenant remains in default, the landlord may 14 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 (h). The notice required in this section need not be given if the action 17



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1	is based on the breach of a mediated agreement or other	
2	settlemen	t agreement.
3	(b)	The fifteen-calendar day notice shall provide the
4	following	<u>:</u> =
5	(1)	The name of the landlord or the landlord's agent and
6		the landlord or landlord's agent's contact
7		information, including, if possible, phone number,
8		electronic mail address, and mailing address;
9	(2)	The name and contact information of each tenant,
10		including, if possible, phone number, electronic mail
11		address, and mailing address;
12	(3)	The monthly rental rate on the dwelling unit;
13	(4)	The current amount of the rent due as of the date of
14		the notice, including all rent paid from all sources;
15	(5)	Whether the landlord or landlord's agent has applied
16		for rental assistance or been contacted on behalf of
17		the tenant by any agency providing rental assistance;
18	(6)	That any rental assistance received by the landlord or
19		landlord's agent has been credited to the tenant's
20		account;

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



1			possession after the expiration of the fifteen-
2			calendar day period;
3		<u>(B)</u>	If mediation is scheduled before the expiration
4			of the fifteen-calendar day period, regardless of
5			whether the scheduled mediation session occurs
6			within the fifteen calendar days, then the
7			landlord cannot file an action for summary
8			possession until thirty calendar days after
9			receipt of the fifteen-calendar day notice; and
10		<u>(C)</u>	If the fifteen-calendar day notice is mailed,
11			receipt of notice shall be deemed to be two days
12			after the date of the postmark;
13	(11)	<u>Noti</u>	ce that the eviction may be subject to additional
14		requ	irements and protections under state or federal
15		law	and that the tenant should seek the tenant's own
16		lega	l advice; and
17	(12)	That	the landlord or landlord's agent must engage in
18		medi	ation if mediation is scheduled.
19	If the fi	fteen	-calendar day notice is mailed, receipt of the
20	notice sh	all b	e deemed to be two days after the date of the
21	postmark.		



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1	(c) The fifteen-calendar day notice required under this
2	section may be substantially in the following form:
3	"I, , am the landlord or landlord's
4	agent for the property at and the contact
5	information of the landlord or landlord's agent is:
6	·
7	The tenant(s) are: and the contact
8	information of the tenant(s) is:
9	Under the terms of the lease for the property, you are
10	obligated to pay rent of \$ per
11	<u>.</u>
12	The current amount of rent due as of the date of this
13	notice is \$
14	I applied to, or was notified that you applied to,
15	(names of programs or agencies) for rental
16	assistance with respect to rent. Any rental assistance received
17	has already been included in calculating the amount stated in
18	the preceding sentence.
19	As required under Hawaii Revised Statutes section 521-68,
20	this notice is also being sent to
21	(appropriate mediation center) and they will contact you to



1	schedule mediation regarding the nonpayment of rent. You may
2	also contact this mediation center to schedule mediation and the
3	contact information of the mediation center is:
4	•
5	IF MEDIATION IS NOT SCHEDULED WITHIN FIFTEEN (15) CALENDAR
6	DAYS AFTER RECEIPT OF THIS NOTICE, REGARDLESS OF WHETHER THE
7	SCHEDULED MEDIATION SESSION OCCURS WITHIN THE FIFTEEN (15)
8	CALENDAR DAYS, THEN THE LANDLORD MAY FILE AN ACTION FOR SUMMARY
9	POSSESSION AFTER THE EXPIRATION OF THE FIFTEEN (15) CALENDAR DAY
10	PERIOD. BUT IF YOU DO SCHEDULE MEDIATION BEFORE THE EXPIRATION
11	OF THE FIFTEEN (15) CALENDAR DAY PERIOD, REGARDLESS OF WHETHER
12	THE SCHEDULED MEDIATION SESSION OCCURS WITHIN THE FIFTEEN (15)
13	CALENDAR DAYS, THEN THE LANDLORD MAY NOT FILE AN ACTION FOR
14	SUMMARY POSSESSION UNTIL THE EXPIRATION OF THIRTY (30) CALENDAR
15	DAYS AFTER RECEIPT OF THIS NOTICE. IF THIS FIFTEEN (15)
16	CALENDAR DAY NOTICE IS MAILED, THE RECEIPT OF THE NOTICE IS
17	DEEMED TO HAVE OCCURRED TWO DAYS AFTER THE DATE OF THE POSTMARK.
18	IF THIS NOTICE WAS POSTED ON YOUR PREMISES, RECEIPT IS DEEMED TO
19	HAVE OCCURRED ON THE DATE OF POSTING.
20	If we reach an agreement before the filing of an action for
21	summary possession, whether through mediation or otherwise, then

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1	I will not bring an action for summary possession against you,
2	except as provided in any agreement we may reach. I will be
3	required to note the status of our mediation or settlement
4	effort and proof of my sending this notice to the mediation
5	center in the action for summary possession.
6	PLEASE BE AWARE THAT WE MAY BOTH BE SUBJECT TO ADDITIONAL
7	STATE OR FEDERAL REQUIREMENTS OR PROGRAMS REGARDING EVICTION AT
8	THE TIME OF THIS NOTICE. YOU ARE ENCOURAGED TO SEEK YOUR OWN
9	LEGAL ADVICE AS TO YOUR RIGHTS AND RESPONSIBILITIES.
10	As landlord, I must engage in mediation with you, if you
11	choose to schedule mediation.
12	(Date of notice and signature)"
13	(d) Landlords or their agents shall provide the fifteen-
14	calendar day notice to mediation centers that offer free
15	mediation for residential landlord-tenant matters. The
16	mediation center shall contact the landlord or landlord's agent
17	and the tenant to schedule the mediation. If a tenant schedules
18	mediation within the fifteen-calendar day period, regardless of
19	whether the scheduled mediation session occurs within the
20	fifteen days, the landlord shall not file a summary proceeding
21	for possession until the expiration of thirty days from the date



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1	<u>of receip</u>	ot of the notice. If the tenant schedules mediation,
2	the landl	ord shall participate.
3	<u>(e)</u>	The summary possession complaint for nonpayment of
4	rent shal	l include:
5	(1)	A copy from the mediation center that shows proof that
6		the landlord provided a copy of the fifteen-calendar
7		day notice to the mediation center;
8	(2)	A representation as to whether the landlord of
9		landlord's agent and tenant participated in, or will
10		participate in, any mediation scheduled; and
11	(3)	If mediation is pending, the date on which the
12		mediation is scheduled.
13	(f)	If the mediation has not occurred or been scheduled
14	<u>for a fut</u>	ure date, as of the return hearing date on the summary
15	possessio	on complaint, the court may, in its discretion, based on
16	a finding	of good cause, order a separate mediation.
17	(g)	No landlord may issue a notice demanding payment of
18	<u>rent or b</u>	oring a summary proceeding for possession, an action for
19	rent alon	e, or any other proceeding, action, or suit for a
20	tenant's	failure to pay rent except pursuant to this section and
21	as follow	s:

1	(1)	Beginning on May 1, 2021, through June 30, 2021, the
2		rent due is equal to or greater than four months'
3		rent;
4	(2)	Beginning on July 1, 2021, through August 31, 2021,
5		the rent due is equal to or greater than three months'
6		rent;
7	(3)	Beginning on September 1, 2021, through October 31,
8		2021, the rent due is equal to or greater than two
9		months' rent; and
10	(4)	Beginning on November 1, 2021, through May 31, 2022,
11		the rent due is equal to or greater than one month
12		rent.
13	[ <del>-(b)</del> -	] (h) A landlord or the landlord's agent may bring an
14	action fo	r rent alone at any time after the landlord has
15	demanded	payment of past due rent and notified the tenant of the
16	landlord'	s intention to bring such an action."
17	SECT	ION 2. This Act does not affect rights and duties that
18	matured,	penalties that were incurred, and proceedings that were
19	begun bef	ore its effective date; provided that any contract in
20	effect pr	ior to the effective date of this Act that is

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subsequently renewed or extended on or after the effective date 1 2 of this Act shall comply with the requirements of this Act. 3 SECTION 3. Statutory material to be repealed is bracketed 4 and stricken. New statutory material is underscored.

5 SECTION 4. This Act shall take effect on May 1, 2021; provided that on June 1, 2022, this Act shall be repealed and 6 section 521-68, Hawaii Revised Statutes, shall be reenacted in 7 8 the form in which it read on the day prior to the effective date 9 of this Act.

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INTRODUCED BY: KAN. AL JAN 2 7 2021



#### Report Title:

Housing; Landlord-Tenant Code; Remedies; Notice; Failure to Pay Rent

#### Description:

Extends the period for a notice of summary possession from five days to fifteen. Requires landlords to enter into mediation and delays when a landlord may seek possession of a dwelling unit if the tenant schedules or attempts to schedule mediation. Requires landlords to provide the notice to mediation centers that offer free mediation for residential landlord-tenant disputes. Restricts when a landlord may exercise these remedies depending on the amount of rent due. Repeals on 06/01/2022.

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

