

A BILL FOR AN ACT

RELATING TO RENTAL DISCRIMINATION.

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

- 1 SECTION 1. The legislature finds that low-income
- 2 individuals experience extreme difficulty in finding affordable
- 3 rentals in Hawai'i. This situation becomes all the more
- 4 frustrating when housing vacancy advertisements proclaim "no
- 5 Section 8 accepted" or "Section 8 need not apply" in an effort
- 6 to prevent low-income individuals with housing vouchers from
- 7 being considered as tenants. News reports, locally and
- 8 nationally, have documented that prospective tenants are often
- 9 rejected by landlords due to their use of housing vouchers or
- 10 other forms of housing assistance, or based on requirements for
- 11 participation in a housing program.
- 12 The legislature further finds that studies have shown that
- 13 when there are laws to prevent discrimination against renters
- 14 with housing vouchers, such renters are twelve per cent more
- 15 likely to find housing. Discrimination against voucher holders
- 16 and recipients of other housing assistance programs, often
- 17 termed "source of income" discrimination, is prohibited in

- 1 twelve states and the District of Columbia, as well as numerous
- 2 cities and counties throughout the United States. Further, the
- 3 American Bar Association adopted a resolution in 2017 calling
- 4 for enactment of laws that ban housing discrimination based on
- 5 lawful sources of income. Hawai'i law currently does not
- 6 prohibit housing discrimination based on lawful sources of
- 7 income.
- 8 The legislature notes that source of income laws do not
- 9 alter or restrict the standard industry practices to vet
- 10 prospective renters. Rather, these laws prohibit landlords from
- 11 rejecting prospective renters who receive housing vouchers or
- 12 other housing assistance simply because of the voucher or
- 13 assistance. The legislature believes that renters who
- 14 participate in housing assistance programs, such as the federal
- 15 housing choice voucher program, also known as section 8 housing,
- 16 should have an equal opportunity to find housing.
- 17 The purpose of this Act is to prohibit discrimination,
- 18 including in advertisements for available real property, based
- 19 on participation in a housing assistance program, or
- 20 requirements related to participation in housing assistance
- 21 programs, in real estate transactions and requirements.

1 SECTION 2. The Hawaii Revised Statutes is amended by 2 adding a new chapter to be appropriately designated and to read 3 as follows: 4 "CHAPTER SOURCE OF INCOME DISCRIMINATION IN HOUSING 5 6 -1 Definitions. As used in this chapter, unless the 7 context clearly requires otherwise: 8 "Housing assistance program" means any government 9 assistance, grant, loan, or rental assistance program, including 10 low-income housing assistance certificates and vouchers under 11 the United States Housing Act of 1937, as amended. 12 "Rental transaction" means any part of the process or 13 transaction for the rental or lease of a premises for 14 residential purposes. 15 "Steer" means the practice of directing persons who seek to 16 enter into a rental transaction toward or away from the premises 17 to deprive them of the benefits of living in a discrimination-18 free environment. 19 -2 Discriminatory practices. (a) It is a

discriminatory practice for an owner or any other person

engaging in a real estate transaction, or for a real estate

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2	assistance	e program or requirements related to participation in a
3	housing as	ssistance program to:
4	(1)	Refuse to engage in a real estate transaction with a
5		person;
6	(2)	Discriminate against a person in the terms,
7		conditions, or privileges of a real estate transaction
8		or in the furnishing of facilities or services in
9		connection with a real estate transaction;
10	(3)	Refuse to receive or to fail to transmit a bona fide
11		offer to engage in a real estate transaction from a
12		person;
13	(4)	Refuse to negotiate for a real estate transaction with
14		a person;
15	(5)	Represent to a person that real property is not
16		available for inspection, sale, rental, or lease when
17		in fact it is available; or to fail to bring a
18		property listing to the person's attention; or to
19		refuse to permit the person to inspect real property;
20		or to steer a person seeking to engage in a real
21		estate transaction;

1 broker or salesperson, because of participation in a housing

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(6)	Offer, solicit, accept, use, or retain a listing of
	real property with the understanding that a person may
	be discriminated against in a real estate transaction
	or in the furnishing of facilities or services in
	connection with a real estate transaction; or

- (7) Discriminate against or deny a person access to, or membership or participation in, any multiple listing service, real estate broker's organization, or other service, organization, or facility involved either directly or indirectly in real estate transactions; or to discriminate against any person in the terms or conditions of access, membership, or participation.
- (b) Nothing in this section shall be deemed to prohibit a person from determining the ability of a potential buyer or renter to pay a purchase price or rent by:
- 16 (1) Verifying, in a commercially reasonable manner, the
 17 source and amount of income of the potential buyer or
 18 renter; or
- (2) Evaluating, in a commercially reasonable manner, thestability, security, and credit worthiness of the

	potential buyer of renter of any source of income of								
2	the potential buyer or renter.								
3	§ -3 Blockbusting It is a discriminatory practice for a								
4	person, representative of a person, or a real estate broker or								
5	salesperson, for the purpose of inducing a real estate								
6	transaction from which the person, representative, or real								
7	estate broker or salesperson may benefit financially, because of								
8	participation in a housing assistance program or requirements								
9	related to participation in a housing assistance program to								
10	represent that:								
11	(1) A change has occurred or will or may occur in the								
12	composition of the owners or occupants in the block,								
13	neighborhood, or area in which the real property is								
14	located; or								
15	(2) This change will or may result in the lowering of								
16	property values, an increase in criminal or antisocial								
17	behavior, or a decline in the quality of schools in								
18	the block, neighborhood, or area in which the real								
19	property is located.								

1	\$	-4 Other discriminatory practices. It is a
2	discrimin	atory practice for a person, or for two or more persons
3	to conspi	re to:
4	(1)	Retaliate, threaten, or discriminate against a person
5		because of the exercise or enjoyment of any right
6		granted or protected by this chapter; or because the
7		person has opposed a discriminatory practice; or
8		because the person has made a charge, filed a
9		complaint, testified, assisted, or participated in an
10		investigation, proceeding, or hearing under this
11		chapter;
12	(2)	Aid, abet, incite, or coerce a person to engage in a
13		discriminatory practice;
14	(3)	Interfere with any person in the exercise or enjoyment
15		of any right granted or protected by this chapter or
16		with the performance of a duty or the exercise of a
17		power by the commission;
18	(4)	Obstruct or prevent a person from complying with this
19		chapter or an order issued pursuant to this chapter;
20	(5)	Intimidate or threaten any person engaging in
21		activities designed to make other persons aware of, or

1		encouraging such other persons to exercise rights
2		granted or protected by this chapter;
3	(6)	Threaten, intimidate, or interfere with persons in
4		their enjoyment of a housing accommodation because of
5		participation in a housing assistance program or
6		requirements related to participation in a housing
7		assistance program; or
8	(7)	Print, circulate, post, or mail, or cause to be
9		published a statement, advertisement, or sign, or to
10		use a form of application for a real estate
11		transaction, or to make a record or inquiry in
12		connection with a prospective real estate transaction
13		that indicates, directly or indirectly, an intent to
14		make a limitation or specification, or to discriminate
15		because of participation in a housing assistance
16		program or requirements related to participation in a
17		housing assistance program.
18	\$	-5 Remedies for discrimination based on participation
19	in a hous	ing assistance program. (a) If a person engaging in a
20	real esta	te transaction engages in a discriminatory practice
21	based on	participation in a housing assistance program or



1	requirements	related	to	participation	in	а	housing	assistance
	requirements	TCTACCA		partition	T 11	α	HOUSTING	abbiblance

- 2 program in violation of this chapter, any aggrieved person may
- 3 bring a civil action in district court for appropriate
- 4 injunctive relief within one year of the occurrence of the
- 5 discriminatory violation.
- $\mathbf{6}$ (b) In an action brought pursuant to subsection (a), a
- 7 district court:
- 8 (1) May issue an injunction to enjoin violation of this
- 9 chapter in regard to discriminatory practices based on
- 10 participation in a housing assistance program or
- 11 requirements related to participation in a housing
- assistance program; and
- 13 (2) In any case in which it issues an injunction pursuant
- 14 to paragraph (1), may also assess a fine not to exceed
- \$500 and award reasonable attorney's fees incurred in
- the civil action."
- 17 SECTION 3. The Hawaii civil rights commission shall
- 18 produce materials related to this Act and publicize the
- 19 prohibition against discrimination based on participation in
- 20 housing assistance programs or requirements related to
- 21 participation in housing assistance programs.



1	SECTION	4.	This	Act	does	not	affect	rights	and	duties	that

- 2 matured, penalties that were incurred, and proceedings that were
- 3 begun before its effective date.
- 4 SECTION 5. This Act shall take effect upon its approval.

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INTRODUCED BY:

JAN 2 7 2021

Report Title:

Real Property Discrimination; Housing Assistance Program

Description:

Prohibits discrimination, including in advertisements for available real property, based on participation in a housing assistance program or requirements related to participation in housing assistance programs, in real estate transactions and requirements.

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