JAN 2 1 2022

A BILL FOR AN ACT

RELATING TO THE RESIDENTIAL LANDLORD-TENANT CODE.

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

- 1 SECTION 1. Chapter 521, Hawaii Revised Statutes, is
- 2 amended by adding a new section to be appropriately designated
- 3 and to read as follows:
- 4 "§521- Application screening fee. (a) When a landlord
- 5 or the landlord's agent receives a request from an applicant to
- 6 rent residential property, the landlord or the landlord's agent
- 7 may charge the applicant an application screening fee at the
- 8 time the application is processed for the residential property
- 9 to cover the costs of obtaining information about the applicant.
- 10 Information sought by the landlord or the landlord's agent
- 11 charging the fee may include personal reference checks, tenant
- 12 reports, and credit reports produced by any consumer credit
- 13 reporting agency.
- 14 (b) The amount of the application screening fee shall not
- 15 exceed \$25. A landlord or the landlord's agent may charge only
- 16 one application screening fee per application and shall not



- 1 charge an application screening fee for each member of a
- 2 household.
- 3 (c) Upon request by the applicant, the landlord or the
- 4 landlord's agent shall provide to the applicant a receipt for
- 5 payment of the application screening fee and a copy of any
- 6 report obtained by the landlord or landlord's agent within ten
- 7 days of the applicant's request.
- 8 (d) The landlord or the landlord's agent shall return to
- 9 the applicant any amount of the application screening fee that
- 10 is not used for the purposes authorized by this section.
- (e) For the purposes of this section, the terms "consumer
- 12 credit reporting agency" and "credit report" shall have the same
- meanings as in section 489P-2."
- 14 SECTION 2. This Act does not affect rights and duties that
- 15 matured, penalties that were incurred, and proceedings that were
- 16 begun before its effective date.
- 17 SECTION 3. New statutory material is underscored.

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1 SECTION 4. This Act shall take effect on July 1, 2022.

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INTRODUCED BY:

S.B. NO. 2877

Report Title:

Residential Landlord-Tenant Code; Application Screening Fee; Tenant Report; Credit Report

Description:

Allows a landlord or landlord's agent to charge an application screening fee at the time a rental application is processed for residential property. Caps the amount of an application screening fee at \$25 and prohibits fees to be charged for each member of a household. Requires the landlord or landlord's agent to provide a receipt for payment of the application screening fee and copy of any report obtained, if requested by the applicant, and within ten days of the applicant's request. Requires the landlord or landlord's agent to return any unauthorized fee amounts to the applicant.

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