A BILL FOR AN ACT

RELATING TO EVICTION MEDIATION.

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

- 1 SECTION 1. The legislature finds that many Hawaii
- 2 residents continue to face challenges paying their rent. This
- 3 is a problem for both housing providers and tenants because
- 4 tenants risk losing their homes due to nonpayment, and housing
- 5 providers risk losing their property or not keeping up with
- 6 their bills because of the nonpayment.
- 7 Act 57, Session Laws of Hawaii 2021 (Act 57), encouraged
- 8 communication and facilitated mediation between housing
- 9 providers and tenants to help encourage collaborative solutions
- 10 to this common problem and to avoid evictions when possible.
- 11 Experience shows that the mediation procedures created by Act 57
- 12 were widely successful in substantially increasing the number of
- 13 disputes that were settled in mediation without any eviction
- 14 cases being filed, as well as increased the number of
- 15 settlements in which the parties agreed that the tenant could
- 16 continue to reside in the dwelling unit. However, the

1	amendments to	the Residential Landlord-Tenant Code made by Act
2	57 have expir	ed.
3	Accordin	gly, the purpose of this Act is to encourage
4	residential l	andlords and tenants to engage in conversations
5	early, as soo	n as a tenant knows they are not able to make their
6	full rental p	ayment by:
7	(1) Est	ablishing a pilot program that adopts the most
8	eff	ective provisions of Act 57 that:
9	(A)	Extends the period for a notice of termination of
10		the rental agreement from five business days to
11		ten calendar days;
12	(B)	Requires all residential landlords and tenants to
13		engage in early mediation and delay filing an
14		action for summary possession if a tenant
15		schedules or attempts to schedule a mediation;
16	(C)	Requires residential landlords and tenants to be
17		responsible for their own attorney's fees and
18		costs in prelitigation mediation. If the tenant
19		defaults on a mediated agreement, the landlord
20		may file for summary possession and payment of

1		all attorney's fees and costs incurred in the
2		pre-litigation mediation process; and
3	(D)	Requires landlords to provide specific
4		information in the ten-calendar-day notice to
5		tenants, which shall also be provided to a
6		mediation center that offers free mediation for
7		residential landlord-tenant disputes; and
8	(2) Appro	opriating funds for the pre-litigation mediation
9	pilo	t program.
10	SECTION 2	. Section 521-68, Hawaii Revised Statutes, is
11	amended to read	d as follows:
12	"§521-68	Landlord's remedies for failure by tenant to pay
13	rent[-]; pre-1:	itigation mediation. (a) A landlord or the
14	landlord's age	nt [may], any time after rent is due, may demand
15	payment thereo:	f and notify the tenant in writing that unless
16	payment is made	e within a time mentioned in the notice[$_{r}$ not] as
17	provided in sub	osection (b), no less than [five business] ten
18	<u>calendar</u> days a	after receipt thereof, the rental agreement will
19	be terminated.	[If the tenant cannot be served with notice as
20	required, notic	ee] Notice may be given to the tenant by posting
21	the same in a c	conspicuous place on the dwelling unit[-], and the

H.B. NO. 1433 H.D. 1

- 1 notice shall be deemed received on the date of the posting. If
- 2 the notice is mailed to the tenant via the United States Postal
- 3 Service, properly addressed and with appropriate postage, the
- 4 notice shall be deemed to have been received two business days
- 5 after the date of the postmark, unless the letter is returned to
- 6 the landlord as undeliverable. If the tenant remains in
- 7 default $[\tau]$ after the expiration of the time stated in the
- 8 notice, the landlord may thereafter bring a summary proceeding
- 9 for possession of the dwelling unit or any other proper
- 10 proceeding, action, or suit for possession [-], subject to
- 11 subsections (b) through (j). The notice required by this
- 12 section need not be given if the action is based on the breach
- 13 of a mediated agreement or other settlement agreement, or is for
- 14 a summary proceeding for possession based on matters other than
- 15 non-payment of rent. In any action based on the breach of a
- 16 mediated agreement, the court shall not require any further
- 17 mediation prior to trial.
- 18 (b) The ten-calendar-day notice shall provide the
- 19 following:
- 20 (1) The name of the landlord or the landlord's agent and
- the landlord's or landlord's agent's contact

1		information, including, if possible, phone number,
2		electronic mail address, and mailing address;
3	(2)	The address of the dwelling unit subject to the rental
4		agreement;
5	(3)	The name and contact information of all tenants listed
6		on the rental agreement, including phone number and,
7		if possible, electronic mail address and mailing
8		address;
9	(4)	The current amount of the rent due as of the date of
10		the notice, after applying all rent paid from all
11		sources;
12	(5)	Notice that a copy of the ten-calendar-day notice
13		being provided to the tenant is also being provided to
14		a state-funded mediation center in order for the
15		mediation center to contact the landlord and tenant to
16		attempt to schedule a mediation regarding the
17		nonpayment of rent in accordance with subsection (c);
18	(6)	Notice that the landlord or landlord's agent may file
19		an action for summary possession if the rent due is
20		not paid and if mediation is not scheduled within ten
21		calendar days after the tenant's receipt of the

	ten-calendar-day notice, regardless of whether the
	scheduled mediation session occurs within the ten
	calendar days;
<u>(7)</u>	A warning in bold typeface print in substantially the
	following form: "If mediation is not scheduled within
	ten calendar days after receipt of this notice,
	regardless of whether the scheduled mediation session
	occurs within the ten-calendar-day period, then the
	landlord may file an action for summary possession
	after the expiration of the ten-calendar-day period.
	If mediation is scheduled before the expiration of the
	ten-calendar-day period, regardless of whether the
	scheduled mediation session occurs within the ten
	calendar days, then the landlord shall only file an
	action for summary possession after the expiration of
	twenty calendar days following the tenant's receipt of
	the ten-calendar-day notice unless you (tenant) fail
	to attend or cancel mediation. If the
	ten-calendar-day notice was posted on the premises,
	receipt of notice shall be deemed to be the date of
	posting. If the ten-calendar-day notice was mailed,
	<u>(7)</u>

1		receipt of notice shall be deemed to be two business
2		days after the date of the postmark. If filing an
3		action for summary possession, the landlord shall be
4		required to note, in the summary possession complaint,
5		the status of the mediation or settlement effort and
6		proof of posting or sending the ten-calendar-day
7		notice to the mediation center."; and
8	(8)	Notice that the landlord or landlord's agent shall
9		engage in mediation if mediation is scheduled.
10	<u>The j</u>	udiciary shall prepare a notice form that may be used
11	by landlor	ds and landlords' agents to provide the information
12	required b	y this subsection and make the form available on its
13	website.	
14	<u>(c)</u>	A landlord or the landlord's agent shall provide the
15	ten-calend	ar-day notice to a state-funded mediation center that
16	offers fre	e mediation for residential landlord-tenant matters.
17	All state-	funded mediation centers shall offer mediation
18	services t	o landlords and tenants through in-person and remote
19	means, and	shall allow mediation participants to utilize remote
20	appearance	s, if requested. If a mediation center schedules
21	mediation	within the ten-calendar-day period and the tenant

1	participa	tes in the mediation, regardless of whether the	
2	scheduled	l mediation session occurs within the ten-calendar-day	
3	period, t	he landlord shall only file a summary possession	
4	proceedin	g after the expiration of calendar days from the	
5	date of t	he tenant's receipt of the ten-calendar-day notice,	
6	unless the tenant fails to appear at mediation or cancels the		
7	mediation. If the tenant schedules mediation, the landlord		
8	shall participate. Upon request by the landlord or the		
9	landlord'	s agent, the mediation center shall provide copies of a	
10	document or documents verifying that the landlord provided a		
11	copy of the required ten-calendar-day notice to the mediation		
12	center.		
13	(d)	The summary possession complaint for nonpayment of	
14	rent shal	l include:	
15	(1)	A document or documents from the state-funded	
16		mediation center verifying that the landlord provided	
17		a copy of the required ten-calendar-day notice to the	
18		mediation center or an affirmation from the landlord	
19		or the landlord's agent that the notice was provided	
20		to the applicable mediation center and the means by	
21		which the notice was provided to the applicable	

1		mediation center. Upon request by the landlord or the
2		landlord's agent, the mediation center shall provide
3		copies of the relevant documents to the landlord; and
4	(2)	If mediation is scheduled but has not yet occurred,
5		the date on which the mediation is scheduled.
6	<u>(e)</u>	If there is any defect in the ten-calendar-day notice
7	described	in subsection (b) provided by the landlord and the
8	court dete	ermines the defect was unintentional or immaterial, the
9	court may	allow the landlord to cure the defect without
10	dismissing	g the action for summary possession.
11	<u>(f)</u>	Nothing in this section shall impact a landlord's or
12	tenant's d	other rights and responsibilities under this chapter.
13	<u>(g)</u>	The mediation may take place using remote
14	communicat	tion, in person, or both.
15	<u>(h)</u>	Each landlord and tenant shall be responsible for
16	bearing th	ne party's own costs, including attorney's fees,
17	relating t	to the mediation; provided that, if the tenant defaults
18	on a media	ated agreement or fails to attend a scheduled
19	mediation,	the landlord may request payment of all costs,
20	including	reasonable attorney's fees, incurred during the pre-
21	litigation	n mediation process.

1	(i) If the mediation does not result in an agreement, the	
2	landlord or the landlord's agent may file an action for summary	
3	possession without participating in an additional mediation;	
4	provided that:	
5	(1) The landlord shall only file a summary possession	
6	proceeding after the expiration of calendar days	
7	from the date of the tenant's receipt of the ten-	
8	calendar-day notice; and	
9	(2) After the filing of the action for summary possession,	
10	the court, in its discretion and based on a finding of	
11	good cause, may order an additional mediation.	
12	[(b)] <u>(j)</u> A landlord or the landlord's agent may bring an	
13	action for rent alone at any time after the landlord has	
14	demanded payment of past due rent and notified the tenant of the	
15	landlord's intention to bring such an action."	
16	SECTION 3. There is appropriated out of the general	
17	revenues of the State of Hawaii the sum of \$ or so	
18	much thereof as may be necessary for fiscal year 2025-2026 and	
19	the same sum or so much thereof as may be necessary for fiscal	
20	year 2026-2027 for the judiciary to contract for mediation	
21	services pursuant to section 2 of this Act.	

14

H.B. NO. 1433 H.D. 1

1 The sums appropriated shall be expended by the judiciary 2 for the purposes of this Act. 3 SECTION 4. This Act does not affect rights and duties that 4 matured, penalties that were incurred, and proceedings that were 5 begun before its effective date. 6 SECTION 5. Statutory material to be repealed is bracketed 7 and stricken. New statutory material is underscored. SECTION 6. This Act shall take effect on July 1, 3000; 8 9 provided that: 10 (1)Section 2 shall take effect on February 5, 2026; and 11 (2) This Act shall be repealed on February 4, 2027, and 12 section 521-68, Hawaii Revised Statutes, shall be 13 reenacted in the form in which it read on the day

prior to the effective date of section 2 of this Act.

Report Title:

Judiciary; Pre-litigation Mediation Pilot Program; Summary Possession; Landlords; Tenants; Appropriation

Description:

Beginning 2/5/2026, extends the period for a notice of termination of a rental agreement; requires landlords to engage in mediation and delay filing an action for summary possession if a tenant schedules or attempts to schedule mediation; and requires landlords to provide specific information in the 10-calendar-day notice to tenants. Appropriates funds. Effective 7/1/3000. Repeals 2/4/2027. (HD1)

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