A BILL FOR AN ACT

RELATING TO PROPERTY.

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

1	SECT	ION 1. Section 515-2, Hawaii Revised Statutes, is
2	amended b	y adding a new definition to be appropriately inserted
3	and to re	ad as follows:
4	" <u>"</u> Di	scriminatory restrictive covenant" means any
5	restricti	ve covenant on real property which, if enforced, would
6	violate:	
7	(1)	The prohibition in the federal Fair Housing Act (42
8		U.S.C. 3601 et seq.) against discrimination on the
9		basis of race, color, sex, religion, familial status,
10		disability, or national origin;
11	(2)	The equal protection clause of the United States
12		Constitution, under Shelly v. Kraemer, 334 U.S. 1
13		(1984 holding enforcement of a racially restrictive
14		covenant violates the equal protection clause); or
15	(3)	The prohibition against discrimination on the basis of
16		race, sex, including gender identity or expression,
17		sexual orientation, color, religion, marital status,

```
1
              familial status, ancestry, disability, age, or human
2
              immunodeficiency virus infection."
3
         SECTION 2. Section 515-6, Hawaii Revised Statutes, is
4
    amended to read as follows:
5
         "§515-6 Restrictive covenants and conditions. (a) Every
6
    provision in an oral agreement or a written instrument relating
7
    to real property that purports to forbid or restrict the
    conveyance, encumbrance, occupancy, or lease thereof to
8
9
    individuals because of race, sex, including gender identity or
10
    expression, sexual orientation, color, religion, marital status,
11
    familial status, ancestry, disability, age, or human
12
    immunodeficiency virus infection, is void.
13
         (b) Every condition, restriction, or prohibition,
14
    including a right of entry or possibility of reverter, that
15
    directly or indirectly limits the use or occupancy of real
16
    property on the basis of race, sex, including gender identity or
17
    expression, sexual orientation, color, religion, marital status,
18
    familial status, ancestry, disability, age, or human
    immunodeficiency virus infection is void, except a limitation,
19
20
    on the basis of religion, on the use of real property held by a
21
    religious institution or organization or by a religious or
```

1	charitable organization operated, supervised, or controlled by a
2	religious institution or organization, and used for religious or
3	charitable purposes.
4	(c) It is a discriminatory practice to insert in a written
5	instrument relating to real property a provision that is void
6	under this section or to honor or attempt to honor [such a] the
7	provision in the chain of title.
8	(d) Any person who discovers a recorded discriminatory
9	restrictive covenant may:
10	(1) With the consent of all parties to a real estate
11	transaction, include in any deed, mortgage, or other
12	instrument filed for recording in connection with the
13	transaction a statement that the discriminatory
14	restrictive covenant is invalid and unenforceable; or
15	(2) Prepare and record a separate notice, cross-referenced
16	to the discriminatory restrictive covenant, stating
17	that the discriminatory restrictive covenant is
18	invalid and unenforceable.
19	(e) The statement or notice described under subsection (d)
20	shall be in a form substantially consistent with the following:

1 "The chain of title for the real property described 2 herein contains a restrictive covenant that, if 3 enforced, would discriminate against individuals based 4 upon their race, color, sex, religion, familial 5 status, disability, or national origin. The covenant is invalid, unenforceable, and antithetical to 6 7 American values of equal justice and equality under the law." 9 (f) A person who in good faith: 10 (1) Prepares or causes to be prepared; or 11 (2) Records or causes to be recorded; a statement or notice under subsection (d) is immune from 12 13 liability for incorrectly stating that the restrictive covenant 14 is discriminatory." 15 SECTION 3. Statutory material to be repealed is bracketed and stricken. New statutory material is underscored. 16 17 SECTION 4. This Act shall take effect upon its approval.

Report Title:

Property; Discriminatory Restrictive Covenants; Invalid; Immunity

Description:

Allows a person who discovers a recorded discriminatory restrictive covenant to take certain actions without liability, to invalidate the covenant. Defines discriminatory restrictive covenant. (SD1)

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