STAND. COM. REP. NO.

811

Honolulu, Hawaii

FEB 27 , 2025

RE: H.B. No. 850

H.D. 1

Honorable Nadine K. Nakamura Speaker, House of Representatives Thirty-Third State Legislature Regular Session of 2025 State of Hawaii

Madame:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 850 entitled:

"A BILL FOR AN ACT RELATING TO CONDOMINIUMS,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Clarify a condominium association board's authority with respect to calling electronic meetings, electronic voting, and mail voting;
- (2) Clarify that, in condominium association elections, cumulative voting rights apply to all candidates regardless of whether they are nominated; and
- (3) Clarify that individual votes are used in cumulative voting.

Your Committee received testimony in support of this measure from the Hawaii Legislative Action Committee of the Community Associations Institute; Palehua Townhouse Association; Hawaii State Association of Parliamentarians; AOAO Lakeview Sands; Hawaii Council of Community Associations; Hawaiian Properties, Ltd.; Hawaiiana Management Company, Ltd.; and numerous individuals. Your Committee received testimony in opposition to this measure

from Honolulu Tower and three individuals. Your Committee received comments on this measure from one individual.

Your Committee finds that the law relating to condominium association electronic meetings, electronic voting, and mail voting needs further clarification and guidance. While condominium association governing documents may provide for other means of voting, existing law is silent. This measure provides added flexibility in voting at association meetings by explicitly authorizing electronic voting for in-person meetings.

Your Committee further find that existing law provides for cumulative voting only for persons nominated in elections for board member and officer positions for condominium associations. This does not account for write-in candidates. This measure expands the authorization for cumulative voting to include write-in candidates.

Your Committee has amended this measure by:

- (1) Changing the effective date to July 1, 3000, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 850, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 850, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Consumer Protection & Commerce,

SCOT Z. MAYAYOSHI, Chair

State of Hawaii House of Representatives The Thirty-third Legislature

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: HB 850	Committee Referral:	Dates	2/20/	25
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. MATAYOSHI, Scot Z. (C)				
2. CHUN, Cory M. (VC)	V	and a second	accident territoria	The state of the s
			1997 (1997) 1997 19	
3. ILAGAN, Greggor			7 77 10 <u>4 106</u> 10	
4. ICHIYAMA, Linda				24 242 - 3
7. 1011171VIX, 2mda				
5. IWAMOTO, Kim Coco				
THATTE WITERAL		A DETERMINE		
6. KONG, Sam Satoru				, , , , , , , , , , , , , , , , , , ,
7. LOWEN, Nicole E.			\$180,085.00	
8. MARTEN, Lisa				9766111114660111113-010
9. TAM, Adrian K.			1	
7. TAN, Auton K.				
10. PIERICK, Elijah				
,				V
				<u></u>
				a
TOTAL (10)	6			3
The recommendation is: Adopted If joint referral, did not support recommendation. committee seronymes)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				