JAN 15 2025

## A BILL FOR AN ACT

RELATING TO THE LANDLORD-TENANT CODE.

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

1 SECTION 1. The legislature finds that the State has one of 2 the highest percentages of renter households in the nation, with 3 approximately forty-three per cent of households consisting of 4 renters. The legislature recognizes that the State also has the 5 least amount of affordable housing in the nation, resulting in 6 thousands of families in Hawai'i, many of whom are already facing 7 eviction, being unable to find alternative housing. The 8 legislature further recognizes that evictions increase 9 homelessness, unemployment, crime, and mental and physical 10 illness. Moreover, children who experience the trauma of an 11 eviction often show signs of slower academic progress and other 12 developmental impairments. Additionally, each eviction results 13 in significant financial and social costs to the evicted 14 household and the surrounding community.

15 The legislature believes that eviction procedures must 16 carefully balance the landlord's need for sufficient enforcement 17 against the tenant's need for sufficient protection. The



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1 legislature further finds that without adequate safeguards, 2 tenants become targets for abuse during these eviction proceedings. Currently, the residential landlord-tenant code 3 4 makes it difficult for tenants to defend themselves against 5 wrongful evictions. While the code clearly outlines landlords' responsibilities, it fails to provide tenants with suitable 6 7 methods of recourse and ways to hold landlords accountable in various situations. 8

9 The legislature notes that leases, like other contracts, 10 are reciprocal. The Hawai'i Supreme Court has held that 11 landlords cannot require a tenant to pay rent if the tenant does 12 not receive the basic services to which they are entitled. 13 While many states have passed laws specifying that tenants 14 cannot be forced to pay rent for uninhabitable premises, the 15 legislature has failed to formally recognize this principle, 16 resulting in a lack of enforcement and numerous unjust and 17 illegitimate evictions.

18 The legislature acknowledges that landlords are prohibited 19 from retaliating against tenants who request repairs to their 20 respective homes or complain about health or safety code 21 violations. However, although the residential landlord-tenant



1	code	e guar	cantees compensation for other landlord offenses, it	
2	also places on the tenant the burden of proving entitlement to			
3	compensation for a landlord's retaliation. The result is often			
4	that tenants who have been retaliated against are not made			
5	whole, allowing landlords to continue these retaliatory			
6	practices.			
7	Accordingly, the purpose of this Act is to:			
8		(1)	Prohibit a landlord from recovering possession of a	
9			dwelling unit from a tenant if the habitability of the	
10			premises is significantly impaired;	
11		(2)	Cap a tenant's liability for rent if the habitability	
12			of the premises is significantly impaired; and	
13		(3)	Provide remedies for unlawful retaliatory evictions.	
14	SECTION 2. Section 521-42, Hawaii Revised Statutes, is			
15	amended to read as follows:			
16		"§ <b>52</b>	1-42 Landlord to supply and maintain fit premises.	
17	(a)	The	landlord shall at all times during the tenancy:	
18		(1)	Comply with all applicable building and housing laws	
19			materially affecting health and safety;	
20		(2)	Keep common areas of a multi-dwelling unit premises in	
21			a clean and safe condition;	



1 (3) Make all repairs and arrangements necessary to put and keep the premises in a habitable condition; 2 Maintain all electrical, plumbing, and other 3 (4) 4 facilities and appliances supplied by the landlord in 5 good working order and condition, subject to reasonable wear and tear; 6 7 (5) Except in the case of a single family residence, 8 provide and maintain appropriate receptacles and conveniences for the removal of normal amounts of 9 10 rubbish and garbage, and arrange for the frequent 11 removal of [such] waste materials; and 12 (6) Except in the case of a single family residence, or 13 where the building is not required by law to be 14 equipped for the purpose, provide for the supplying of 15 running water as reasonably required by the tenant. 16 [Prior to] Before the initial date of initial occupancy, 17 the landlord shall inventory the premises and make a written 18 record detailing the condition of the premises and any 19 furnishings or appliances provided. Duplicate copies of this 20 inventory shall be signed by the landlord and by the tenant and 21 a copy given to each tenant. In an action arising under this



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1 section, the executed copy of the inventory shall be presumed to 2 be correct. If the landlord fails to make [such an] the 3 inventory and written record, the condition of the premises and any furnishings or appliances provided, upon the termination of 4 5 the tenancy, shall be rebuttably presumed to be the same as when 6 the tenant first occupied the premises. 7 The landlord and tenant may agree that the tenant is (b) to perform specified repairs, maintenance tasks, and minor 8 9 remodeling only if: 10 (1)The agreement of the landlord and tenant is entered 11 into in good faith and is not for the purpose of 12 evading the obligations of the landlord; 13 (2) The work to be performed by the tenant is not 14 necessary to cure noncompliance by the landlord with 15 [section 521-42(a)(1);] subsection (a)(1); and 16 (3) The agreement of the landlord and tenant does not 17 diminish the obligations of the landlord to other 18 tenants. 19 (c) If a landlord's failure to materially comply with 20 subsection (a) results in a significant impairment to the 21 habitability of the premises:



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1	(1)	No action or proceeding to recover possession of the
2		dwelling unit may be maintained against the tenant,
3		nor shall the landlord otherwise cause the tenant to
4		be removed from the dwelling unit involuntarily;
5		provided that:
6		(A) The tenant continues to pay rent equal to the
7		fair rental value of the premises or the agreed
8		upon rent, whichever is less; and
9		(B) The landlord's ability to recover possession of
10		the unit is restored upon:
11		(i) Termination of the rental agreement in
12		accordance with law or terms of the
13		agreement; or
14		(ii) Restoration of the premises to a habitable
15		condition,
16		whichever comes first; and
17	(2)	The tenant's liability for rent, from the date of
18	significa	nt impairment, shall not exceed the fair rental value
19	of the pr	emises."
20	SECT	ION 3. Section 521-74, Hawaii Revised Statutes, is
21	amended b	y amending subsection (c) to read as follows:

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1 "(c) Any tenant from whom possession has been recovered or 2 who has been otherwise involuntarily dispossessed, in violation of this section, is entitled to recover the damages sustained by 3 the tenant in an amount equal to not less than two months' rent, 4 and the cost of suit, including reasonable attorney's fees." 5 6 SECTION 4. This Act does not affect rights and duties that 7 matured, penalties that were incurred, and proceedings that were 8 begun before its effective date. 9 SECTION 5. Statutory material to be repealed is bracketed 10 and stricken. New statutory material is underscored. 11 SECTION 6. This Act shall take effect upon its approval. Kal Rhank 12

INTRODUCED BY:



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#### Report Title:

Landlord-Tenant Code; Habitability; Retaliatory Evictions

### Description:

Prohibits a landlord from recovering possession of a dwelling unit from a tenant if the habitability of the premises is significantly impaired. Caps a tenant's liability for rent if the habitability of the premises is significantly impaired. Provides remedies for retaliatory evictions.

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