## A BILL FOR AN ACT

RELATING TO LANDLORD-TENANT DISPUTES.

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

- 1 SECTION 1. The legislature finds that stable housing
- 2 yields a multitude of opportunities and stronger outcomes for
- 3 children, youth, and adults. Young people are more vulnerable
- 4 to mental health problems, developmental delays, and poor
- 5 cognitive outcomes because of housing instability. In contrast,
- 6 housing stability improves educational outcomes by reducing the
- 7 likelihood of repeating a grade and dropping out of school.
- 8 The legislature further finds that while rentals satisfy
- 9 Hawaii residents' need for stable housing, tenants have very
- 10 little support when facing eviction in the State. In the 2018
- 11 report, "Evicted in Hawai'i: Lives Hanging in the Balance",
- 12 Lawyers for Equal Justice found that approximately seventy per
- 13 cent of landlords are represented by counsel in eviction
- 14 proceedings, whereas five per cent of tenants are represented.
- 15 This disparity in representation results in eighty-five to
- 16 ninety-five per cent of eviction cases resulting in the eviction
- 17 of the tenant.



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1 Additionally, the legislature finds that representation in 2 eviction proceedings can increase the likelihood for a tenant to 3 remain in the home. Research suggests that tenants who are 4 represented in eviction proceedings are six to ten times more 5 likely to remain in the home. In New York City, where low-6 income tenants have full and free access to counsel in eviction 7 proceedings, eighty-six per cent of represented tenants were 8 able to remain in their homes. 9 The legislature also finds that access to representation 10 may be substantially increased by permitting lay persons to advocate for tenants in court. Under existing state law, 11 12 landlords may be represented by property managers. However, 13 there is no corresponding right to lay advocacy for tenants. 14 The legislature notes that in February 2021, a tenant-advocate 15 pilot project was established by the Hawaii supreme court to 16 assist self-represented litigants in landlord-tenant disputes, 17 but this project is currently limited to the first circuit. 18 Accordingly, the purpose of this Act is to increase access 19 to representation for residential tenants in actions or 20 proceedings for possession by:

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1	(1)	Providing for state-funded access to legal services	
2		for residential tenants;	
3	(2)	Authorizing attorneys, paralegals, and law students to	
4		provide the legal services; and	
5	(3)	Appropriating funds to the judiciary to contract with	
6		legal service organizations or clinical training	
7		programs to carry out this purpose.	
8	SECT	ION 2. Chapter 666, Hawaii Revised Statutes, is	
9	amended by adding a new section to be appropriately designated		
10	and to read as follows:		
11	" <u>§66</u>	6- Access to representation; representation by	
12	whom; no	private right of action. (a) Subject to the	
13	availabil	ity and appropriation of funds for the purposes of this	
14	section,	the judiciary shall contract with designated	
15	organizat	ions for the provision of legal services to residential	
16	tenants in any action or proceeding for possession as follows:		
17	(1)	For eligible residential tenants, access to full legal	
18		representation upon the filing of an action or	
19		proceeding for possession, or as soon thereafter as is	
20		practicable, which shall be maintained from the	
21		initial filing through termination of the action or	

1		proceeding; provided that if full legal representation
2		is unavailable, then access to day-of-court
3		representation on the day of the first court hearing
4		shall be provided; and
5	(2)	For a residential tenant who does not meet the
6		definition of an eligible residential tenant under
7		this section, access to limited pro-bono assistance
8		upon the filing of an action or proceeding for
9		possession, or as soon thereafter as is practicable.
10	Lega	l services rendered pursuant to this section shall be
11	at no cos	t to the tenant.
12	(b)	The legal services rendered by designated
13	organizat	ions pursuant to subsection (a) may be provided by:
14	(1)	Attorneys;
15	(2)	Paralegals; or
16	(3)	Law students;
17	provided	that paralegals and law students shall be under the
18	general s	upervision of an attorney employed with or contracted
19	by the dea	signated organization.
20	(c)	Notwithstanding any provision of law requiring the
21	licensure	of persons practicing in any court, the persons listed

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- under subsection (b) may appear on behalf of residential tenants
  in district court.

  (d) Nothing in this section or the administration or
  application of this section shall be construed to create a
  private right of action on the part of any person or entity
- 7 (e) For purposes of this section:

against the judiciary or State.

- "Designated organization" means a nonprofit organization or
  association or clinical training program that has the capacity
  to provide legal services and is designated by the judiciary
  pursuant to this section.
- "Eligible residential tenant" means any individual who

  occupies a dwelling in the State under a claim-of-right other

  than the owner whose household earns at or below two hundred

  fifty per cent of the applicable federal poverty level for

  Hawaii. "Eligible residential tenant" does not include any

  individual who owns property in the circuit in which the action

  or proceeding for possession was filed, or any individual whose

- 1 annual gross household income is more than two hundred fifty per
- 2 cent of the applicable federal poverty level for Hawaii.
- 3 "Full legal representation" means ongoing legal
- 4 representation provided by a designated organization to an
- 5 eligible residential tenant and all legal advice, advocacy, and
- 6 assistance associated with the representation. "Full legal
- 7 representation" includes the filing of a notice of appearance on
- 8 behalf of the eligible residential tenant in an action or
- 9 proceeding for possession, pre-trial counsel, court
- 10 representation, and negotiations.
- "General supervision" includes paralegals and law students
- 12 appearing on behalf of tenants in court without the physical
- 13 presence of the supervising attorney.
- 14 "Limited pro-bono assistance" means the provision of basic
- 15 legal advice and assistance with document preparation provided
- 16 by a designated organization and does not include in-court
- 17 representation."
- 18 SECTION 3. Section 605-2, Hawaii Revised Statutes, is
- 19 amended to read as follows:
- 20 "§605-2 Attorneys; license required. Except as provided
- 21 by the rules of court, no person shall be allowed to practice in

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- 1 any court of the State unless that person has been duly licensed
- 2 [so] to do so by the supreme court; provided that nothing in
- 3 this chapter shall prevent any person, plaintiff, defendant, or
- 4 accused, from appearing in person before any court, and there
- 5 prosecuting or defending that person's, plaintiff's,
- 6 defendant's, or accused's own cause, without the aid of legal
- 7 counsel; provided further that in the district courts sections
- **8** 605-13 [and], 633-28, and 666- shall apply."
- 9 SECTION 4. There is appropriated out of the general
- 10 revenues of the State of Hawaii the sum of \$ or so
- 11 much thereof as may be necessary for fiscal year 2025-2026 and
- 12 the same sum or so much thereof as may be necessary for fiscal
- 13 year 2026-2027 for the judiciary to contract for the
- 14 representation services required by this Act.
- The sums appropriated shall be expended by the judiciary
- 16 for the purposes of this Act.
- 17 SECTION 5. Statutory material to be repealed is bracketed
- 18 and stricken. New statutory material is underscored.
- 19 SECTION 6. This Act shall take effect on July 1, 3000.

#### Report Title:

Landlord; Tenant; Legal Services; Income Eligibility; Access to Representation; Judiciary; Appropriation

#### Description:

Requires the Judiciary to contract for legal services for residential tenants in actions or proceedings for possession under certain circumstances. Authorizes attorneys, paralegals, and law students to provide legal services to residential tenants. Appropriates funds. Effective 7/1/3000. (HD1)

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