STAND. COM. REP. NO.

Honolulu, Hawaii

MAR 0 2 2007

RE: S.B. No. 920

S.D. 1

Honorable Colleen Hanabusa President of the Senate Twenty-Fourth State Legislature Regular Session of 2007 State of Hawaii

Madam:

Your Committee on Commerce, Consumer Protection, and Affordable Housing, to which was referred S.B. No. 920 entitled:

"A BILL FOR AN ACT RELATING TO CONDOMINIUMS,"

begs leave to report as follows:

The purpose of this measure is to limit the use of condominium association member lists by requiring managing agents to obtain prior written consent from the board of directors of the condominium association, except to send meeting notices, association newsletters, and notices of proposed declaration and bylaw amendments.

Testimony in support of this measure was submitted by the Hawaii Independent Condominium and Cooperative Owners, and two individuals. The Real Estate Commission of the Department of Commerce and Consumer Affairs and the Hawaii Chapter of the Community Associations Institute submitted comments.

Your Committee finds that condominium association member lists are the property of the association and members' information must be kept private. The intent of this measure is to stop managing agents from using condominium member lists without the prior written consent of the board of directors of the condominium association.

Your Committee has amended this measure to move the language limiting the use of condominium association member lists by managing agents from section 514B-154, Hawaii Revised Statutes

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(HRS), to section 514B-153, HRS, as section 514B-153 prescribes the requirements for association member lists, including handling procedures, and is the more appropriate section for this new requirement.

Your Committee has also amended this measure to:

- (1) Require a managing agent to receive prior written consent of the board of directors of the condominium association for any use of a member list, including political or commercial uses;
- (2) Clarify that the member list is the property of the association and that managing agents or resident managers may not use the information on the member list to create a separate list as a way to avoid the requirements of section 514B-153, HRS; and
- (3) Changing the effective date to promote further discussion.

As affirmed by the record of votes of the members of your Committee on Commerce, Consumer Protection, and Affordable Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 920, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 920, S.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Commerce, Consumer Protection, and Affordable Housing,

BRIAN T. TANIGUCHI, Chai

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The Senate Twenty-Fourth Legislature State of Hawaii

Record of Votes Committee on Commerce, Consumer Protection and Affordable Housing CPH

Bill / Resolution No.:*	Committee Referral:		Da		•
SB 920	CPI		2	1/27	107
The committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
TANIGUCHI, Brian T. (C)		/			
IGE, David Y. (VC)		The state of the s			
ESPERO, Will					
IHARA, Jr., Les		Samuel State of the State of S			
SAKAMOTO, Norman					
SLOM, Sam					
TOTAL		4	·		2
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature: Will Eyer					
Distribution: Original Yellow Pink File with Committee Report Clerk's Office Drafting Agency					