

LINDA LINGLE GOVERNOR

JAMES R. AIONA, JR.

# STATE OF HAWAII OFFICE OF THE DIRECTOR DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS

OF COMMERCE AND CONSUMER AFFAIRS
336 MERCHANT STREET, ROOM 310

P.O. Box 541
HONOLULU, HAWAII 96809
Phone Number: 586-2850
Fax Number: 586-2856
www.hawaii.gov/dcca

LAWRENCE M. REIFURTH DIRECTOR

RONALD BOYER
DEPUTY DIRECTOR

## PRESENTATION OF THE PROFESSIONAL AND VOCATIONAL LICENSING DIVISION

TO THE SENATE COMMITTEE ON COMMERCE, CONSUMER PROTECTION, AND AFFORDABLE HOUSING

TWENTY-FOURTH LEGISLATURE Regular Session of 2008

Tuesday, March 25, 2008 9:00 a.m.

TESTIMONY ON HOUSE BILL NO. 3325, H.D. 2, RELATING TO THE UNIFORM LAND SALES PRACTICES ACT.

TO THE HONORABLE RUSSELL S. KOKUBUN, CHAIR, AND MEMBERS OF THE COMMITTEE:

My name is Lori Beth Van Cantfort, testifying on behalf of the Department of Commerce and Consumer Affairs ("Department"). The Department appreciates the opportunity to testify in support of House Bill No. 3325, H.D. 2, Relating to the Uniform Land Sales Practices Act.

House Bill No. 3325, H.D. 2 seeks to exempt registered time share plans from the registration requirements of Hawaii Revised Statutes, Chapter 484, Uniform Land Sales Practices Act. The companion measure is Senate Bill No. 2861 which was previously passed out by your Committee.

The Department supports the bill for the following reasons:

- Time share plans are already required to register under Chapter 514E,
   Time Share Plans.
- Time share purchasers receive the time share disclosure statement which provides them relevant information about the time share plan.
- Requiring developers to provide time share purchasers with a subdivision public offering statement would be unnecessary as the disclosures found in it are not the type of information a time share purchaser is concerned with.
- A similar exemption exists for registered condominium property regimes.

Thank you for the opportunity to testify in support of House Bill 3325, H.D. 2.



#### American Resort Development Association c/o PMCI Hawaii 84 N. King Street Honolulu, HI 96817 (808) 536-5688

March 21, 2008

TO:

Senator Russell S. Kokubun, Chair

Senator David Ige, Vice-Chair

Senate Committee on Commerce, Consumer Protection, and Affordable Housing

FROM: ARDA-Hawaii

Contact: Donalyn Dela Cruz, PMCI Hawaii

RE:

**House Committee on Tourism & Culture** 

Tuesday, March 25, 2008 Room 229, 9:00 a.m.

House Bill 3325, HD 2; Relating to the Uniform Land Sales Practices Act

Dear Chair Kokubun, Vice-Chair Ige and members of the committee:

ARDA-Hawaii supports HB 3325 HD 2, which proposes to exempt offers or dispositions of interests in timeshare plans from the Uniform Land Sales Practices Act.

ARDA-Hawaii is the local chapter of the national timeshare trade association. Hawaii's timeshare industry currently accounts for over eight percent of the State's lodging inventory.

Timeshare plans currently register under Chapter 514E. For this reason we respectfully ask for your favorable passage of this measure. Thank you very much for the opportunity to offer testimony.

#### SENATE COMMITTEE ON COMMERCE, CONSUMER PROTECTION, AND AFFORDABLE HOUSING

March 25, 2008

#### HB 3325, HD 2 Relating to the Uniform Land Sales Practices Act

Chair Kokubun and members of the Senate Committee on Commerce, Consumer Protection, and Affordable Housing, I am Rick Tsujimura, representing Marriott International, Inc. (Marriott).

Marriott supports the passage of House Bill 3325, HD 2 Relating to the Uniform Land Sales Practices Act. This measure seeks to expressly exempt time share plans duly registered under chapter 514E of the Hawaii Revised Statutes, from the purview of chapter 484, Hawaii Revised Statutes. This measure would have the effect of treating registered time share plans similarly to registered condominium projects in terms of being exempt from the requirements of chapter 484. Registered time share plans do undergo a thorough review by the Time Share Division of the Department of Commerce and Consumer Affairs ("DCCA") prior to commencing with sales, and as a part of such registration process, are also required to prepare and keep current, a detailed disclosure document that explains the parameters of the time share plan for review by consumers prior to the purchase of a time share interest.

Thank you for the opportunity to present this testimony.

### GOODSILL ANDERSON QUINN & STIFEL

A LIMITED LIABILITY LAW PARTNERSHIP LLP

GOVERNMENT RELATIONS TEAM: GARY M. SLOVIN, ESQ. CHRISTOPHER G. PABLO, ESQ. ANNE T. HORIUCHI, ESQ. MIHOKO E. ITO, ESQ. JOANNA J. H. MARKLE\* LISA K.KAKAZU\*\*

\* Government Relations Specialist
\*\* Legal Assistant

Alii Place, Suite 1800 • 1099 Alakea Street Honolulu, Hawaii 96813

> Mail Address: P.O. Box 3196 Honolulu, Hawaii 96801

Telephone (808) 547-5600 • Fax (808) 547-5880 info@goodsill.com • www.goodsill.com

INTERNET:
gslovin@goodsill.com
cpablo@goodsill.com
ahoriuchi @goodsill.com
meito@goodsill.com
jmarkle@goodsill.com
lkakazu@goodsill.com

March 24, 2008

TO:

Senator Russell S. Kokubun

Chair, Senate Committee on Commerce, Consumer Protection, and

Affordable Housing

Hawaii State Capitol, Room 407

Via Email: testimony@Capitol.hawaii.gov

FROM:

Joanna Markle

RE

H.B 3325, HD2 - RELATING TO THE UNIFORM LAND SALES

PRACTICES ACT

Hearing Date: Tuesday, March 25, 2008 @ 9:00 a.m., Room 229

Dear Chair Kokubun and Members of the Committee on Commerce, Consumer Protection, and Affordable Housing:

I am Joanna Markle testifying on behalf of Wyndham Worldwide. Wyndham Worldwide offers individual consumers and business-to-business customers a broad suite of hospitality products and services across various accommodation alternatives and price ranges through its portfolio of world-renowned brands. Wyndham Worldwide has substantial interests in Hawaii that include Wyndham Vacation Ownership, with its new resort at Waikiki Beach Walk.

We support H.B. 3325, HD2 to exempt time share plans from the Uniform Land Sales Practices Act, as time shares are already registered and governed under HRS Chapter 514E Time Sharing Plans.

Thank you very much for your consideration and for this opportunity to submit testimony.