A BILL FOR AN ACT

RELATING TO REAL ESTATE.

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

| 1 | PART I | | | |
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| 2 | SECTION 1. The legislature finds that pursuant to chapter | | | |
| 3 | 467, Hawaii Revised Statutes, an unlicensed custodian or | | | |
| 4 | caretaker may lease, rent, or manage property for a single | | | |
| 5 | owner. Acting on behalf of more than one owner while leasing, | | | |
| 6 | renting, or managing property requires licensure under chapter | | | |
| 7 | 467, Hawaii Revised Statutes. | | | |
| 8 | The purpose of this Act is to clarify the activities | | | |
| 9 | custodians or caretakers may engage in under chapter 467, Hawaii | | | |
| 10 | Revised Statutes. | | | |
| 11 | PART II | | | |
| 12 | SECTION 2. Section 467-1, Hawaii Revised Statutes, is | | | |
| 13 | amended by amending the definition of "custodian or caretaker" | | | |
| 14 | to read as follows: | | | |
| 15 | ""Custodian or caretaker" means any individual, who for | | | |
| 16 | compensation or valuable consideration, is employed as an | | | |
| 17 | employee by a single owner and has the responsibility to manage | | | |
| 18 | or care for that real property left in the individual's trust; | | | |
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| 1 | provided that the term "custodian" or "caretaker" shall not | | |
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| 2 | include any individual who leases or offers to lease, $[rac{\Theta 	au}{4}]$ rents | | |
| 3 | or offers to rent, or manages or offers to manage any real | | |
| 4 | estate for more than a single owner, or who acts as a designated | | |
| 5 | agent pursuant to section 521-43(f) or a local contact pursuant | | |
| 6 | to Act 326, Session Laws of Hawaii 2012, for any real estate for | | |
| 7 | more than a single owner; provided further that a single owner | | |
| 8 | shall not include an association of owners of a condominium, | | |
| 9 | cooperative, or planned unit development." | | |
| 10 | SECTION 3. Section 467-2, Hawaii Revised Statutes, is | | |
| 11 | amended to read as follows: | | |
| 12 | "§467-2 Exceptions. The provisions requiring licensing as | | |
| 13 | a real estate broker or salesperson shall not apply: | | |
| 14 | (1) To any individual who, as owner of any real estate or | | |
| 15 | acting under power of attorney from the owner, | | |
| 16 | performs any of the acts enumerated in the definitions | | |
| 17 | of real estate broker and real estate salesperson with | | |
| 18 | reference to the real estate; provided that the term | | |
| 19 | "owner" as used in this paragraph shall not include | | |
| 20 | any individual engaged in the business of real estate | | |
| 21 | development or brokerage or include an individual who | | |

acquires any interest in any real estate for the

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| 1 | | purpose or as a means of evading the licensing |
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| 2 | | requirements of this chapter; and provided further |
| 3 | | that the term individual "acting under power of |
| 4 | | attorney" as used in this paragraph shall not include |
| 5 | | any individual engaged in the business of real estate |
| 6 | | development or brokerage or any individual who acts |
| 7 | | under a power of attorney for the purpose or as a |
| 8 | | means of evading the licensing requirements of this |
| 9 | | chapter; |
| 10 | (2) | To any person acting as a receiver, trustee in |
| 11 | | bankruptcy, personal representative, or trustee acting |
| 12 | | under any trust agreement, deed of trust, or will, or |
| 13 | | otherwise acting under any order of authorization of |
| 14 | | any court; |
| 15 | (3) | To any individual who leases, offers to lease, rents, |
| 16 | | [or] offers to rent, manages, or offers to manage any |
| 17 | | real estate or the improvements thereon of which the |
| 18 | | individual is the custodian or caretaker; or who acts |
| 19 | | as a designated agent pursuant to section 521-43(f) or |
| 20 | | a local contact pursuant to Act 326, Session Laws of |

Hawaii 2012, for any real estate or the improvements

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| 1 | | thereon of which the individual is the custodian of |
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| 2 | | caretaker; |
| 3 | (4) | To any person who manages, rents, or operates a hotel; |
| 4 | | or |
| 5 | (5) | To any provider agency owning, leasing, operating, or |
| 6 | | managing a homeless facility or any other program for |
| 7 | | the homeless authorized under part XVII of chapter |
| 8 | | 346." |
| 9 | PART III | |
| 10 | SECT | CION 4. Section 467-1, Hawaii Revised Statutes, is |
| 11 | amended b | y amending the definition of "custodian or caretaker" |
| 12 | to read as follows: | |
| 13 | " " Cu | stodian or caretaker" means any individual, who for |
| 14 | compensation or valuable consideration, is employed as an | |
| 15 | employee by a single owner and has the responsibility to manage | |
| 16 | or care f | for that real property left in the individual's trust; |
| 17 | provided | that the term "custodian" or "caretaker" shall not |
| 18 | include a | any individual who leases or offers to lease, $[rac{\Theta r}{T}]$ rents |
| 19 | or offers | to rent, or manages or offers to manage any real |
| 20 | estate fo | or more than a single owner, or who acts as a designated |
| 21 | agent pur | rsuant to section 521-43(f) for any real estate for more |
| 22 | than a si | ngle owner; provided further that a single owner shall |
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- 1 not include an association of owners of a condominium,
- 2 cooperative, or planned unit development."
- 3 SECTION 5. Section 467-2, Hawaii Revised Statutes, is
- 4 amended to read as follows:
- 5 "\$467-2 Exceptions. The provisions requiring licensing as
- 6 a real estate broker or salesperson shall not apply:
- 7 (1) To any individual who, as owner of any real estate or
- 8 acting under power of attorney from the owner,
- 9 performs any of the acts enumerated in the definitions
- of real estate broker and real estate salesperson with
- 11 reference to the real estate; provided that the term
- 12 "owner" as used in this paragraph shall not include
- any individual engaged in the business of real estate
- 14 development or brokerage or include an individual who
- acquires any interest in any real estate for the
- 16 purpose or as a means of evading the licensing
- 17 requirements of this chapter; and provided further
- 18 that the term individual "acting under power of
- 19 attorney" as used in this paragraph shall not include
- any individual engaged in the business of real estate
- 21 development or brokerage or any individual who acts
- under a power of attorney for the purpose or as a

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| 1 | | means of evading the licensing requirements of this |
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| 2 | | chapter; |
| 3 | (2) | To any person acting as a receiver, trustee in |
| 4 | | bankruptcy, personal representative, or trustee acting |
| 5 | | under any trust agreement, deed of trust, or will, or |
| 6 | | otherwise acting under any order of authorization of |
| 7 | | any court; |
| 8 | (3) | To any individual who leases, offers to lease, rents, |
| 9 | | [er] offers to rent, manages, or offers to manage any |
| 10 | | real estate or the improvements thereon of which the |
| 11 | | individual is the custodian or caretaker; or who acts |
| 12 | | as a designated agent pursuant to section 521-43(f) |
| 13 | | for any real estate or the improvements thereon of |
| 14 | | which the individual is the custodian or caretaker; |
| 15 | (4) | To any person who manages, rents, or operates a hotel; |
| 16 | | or |
| 17 | (5) | To any provider agency owning, leasing, operating, or |
| 18 | | managing a homeless facility or any other program for |
| 19 | | the homeless authorized under part XVII of chapter |
| 20 | | 346." |

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- 2 SECTION 6. Statutory material to be repealed is bracketed
- 3 and stricken. New statutory material is underscored.
- 4 SECTION 7. This Act shall take effect on January 1, 2112;
- 5 provided that upon the repeal of Act 326, Session Laws of Hawaii
- 6 2012, on December 31, 2015, part II of this Act shall be
- 7 repealed and part III of this Act shall take effect.

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Report Title:

Real Estate; Custodians or Caretakers; Rental Properties

Description:

Clarifies the activities custodians or caretakers may engage in under chapter 467, Hawaii Revised Statutes. Effective 1/1/2112. (HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.