

EXECUTIVE CHAMBERS HONOLULU

DAVID Y. IGE governor

September 15, 2020

GOV. MSG. NO. 116(

The Honorable Ronald D. Kouchi, President and Members of the Senate Thirtieth State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirtieth State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on September 15, 2020, the following bill was signed into law:

SB2421 SD1 HD1

RELATING TO CONDOMINIUM ASSOCIATIONS. Act 056 (20)

Sincerely,

DAVID Y. IGE Governor, State of Hawai'i

Approved by the Governor sep 15 2020

THE SENATE THIRTIETH LEGISLATURE, 2020 STATE OF HAWAII

ACT 0 5 6 S.B. NO. ²⁴²¹ S.D. 1 H.D. 1

A BILL FOR AN ACT

RELATING TO CONDOMINIUM ASSOCIATIONS.

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

SECTION 1. The legislature finds that Act 195, Session
Laws of Hawaii 2018 ("Act 195") created important and effective
rules relating to association foreclosures on condominiums. The
stated goals of Act 195 were to:

5	(1)	Clarify that an association does not have to rescind
6		the notice of default and intention to foreclose or
7		restart the foreclosure by filing a new notice of
8		default and intent to foreclose if a unit owner
9		defaults on a payment plan to cure a nonjudicial
10		foreclosure agreed to by the parties;
11	(2)	Specify that if a unit owner and an association have
12	. 11. J. B. B. B. S.	agreed on a payment plan to prevent a nonjudicial
13		foreclosure from proceeding, any association fines
14		imposed while the payment plan is in effect shall not
15		be deemed a default under the payment plan;

SB2421 HD1 HMS 2020-2135

1

Page 2

S.B. NO. $\frac{2421}{S.D. 1}$ H.D. 1

1	(3)	Clarify the obligations of a unit owner and an
2		association while a unit owner is not otherwise in
3		default under a payment plan;
4	(4)	Clarify that the pay first, dispute later provisions
5		in Hawaii's condominium law apply only to common
6		expense assessments claimed by an association;
7	(5)	Specify that a unit owner who disputes the amount of
8		an assessment may request a written statement about
9		the assessment from the association, including that a
10		unit owner may demand mediation prior to paying
11		contested charges, other than common expense
12		assessments; and
13	(6)	Specify requirements for mediation on contested
14		charges, except for common expense assessments.
15	The	legislature further finds that the amendments to the
16	Hawaii Re	vised Statutes made by Act 195 successfully effectuated
17	its purpo	se and should remain permanent.
18	The	purpose of this Act is to repeal the sunset date of Act
19	195, Sess	ion Laws of Hawaii 2018, so the statutory amendments
20	remain pe	rmanent.

SB2421 HD1 HMS 2020-2135

Page 3

S.B. NO. ²⁴²¹ S.D. 1 H.D. 1

1	SECTION 2. Act 195, Session Laws of Hawaii 2018, is
2	amended by amending section 6 to read as follows:
3	"SECTION 6. This Act shall take effect on July 1, 2018[$_ au$
4	and shall be repealed on June 30, 2020; provided that sections
5	514B-105, 514B-146, and 667-94, Hawaii Revised Statutes, shall
6	be reenacted in the form in which they read on the day before
7	the effective date of this Act]."
8	SECTION 3. Statutory material to be repealed is bracketed
9	and stricken.
10	SECTION 4. This Act, upon its approval, shall take effect
11	retroactive to June 29, 2020.

APPROVED this **F** 15 day of SEP

, 2020

Aand V

GOVERNOR OF THE STATE OF HAWAII

S.B. No. 2421, S.D. 1, H.D. 1

THE SENATE OF THE STATE OF HAWAI'I

Date: July 10, 2020 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate

of the Thirtieth Legislature of the State of Hawai'i, Regular Session of 2020.

MM N.M. President of the Senate

Dort

Clerk of the Senate

SB No. 2421, SD 1, HD 1

THE HOUSE OF REPRESENTATIVES OF THE

STATE OF HAWAII

Date: July 6, 2020 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Third Reading in the House of Representatives of the Thirtieth Legislature of the State of Hawaii, Regular Session of 2020.

(Semm-19

Scott K. Saiki Speaker House of Representatives

This the she

Brian L. Takeshita Chief Clerk House of Representatives