A BILL FOR AN ACT

RELATING TO RENTAL DISCRIMINATION.

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

1	SECTION 1. The legislature finds that low-income
2	individuals experience extreme difficulty in finding affordable
3	rentals in Hawaii, particularly when housing vacancy
4	advertisements prevent low-income individuals with housing
5	vouchers from being considered as tenants by stating "no Section
6	8 accepted" or "Section 8 need not apply." Local and national
7	news reports have documented that landlords often reject
8	prospective tenants based on their use of housing vouchers or
9	other forms of housing assistance, or the requirements
10	associated with the prospective tenants' participation in a
11	housing program.
12	The legislature further finds that studies have shown that
13	renters with housing vouchers are twelve per cent more likely to
14	find housing when laws prohibit discrimination against voucher
15	holders and recipients of other housing assistance programs,
16	also known as "source of income discrimination." Source of

income discrimination is prohibited in twelve states, the

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- 1 District of Columbia, and numerous cities and counties
- 2 throughout the United States. Further, the American Bar
- 3 Association adopted a resolution in 2017 calling for enactment
- 4 of laws that ban housing discrimination based on lawful sources
- 5 of income. Hawaii law currently does not prohibit housing
- 6 discrimination based on lawful sources of income.
- 7 The legislature notes that laws prohibiting source of
- 8 income discrimination do not restrict standard industry
- 9 practices to vet prospective renters. Rather, these laws.
- 10 prohibit landlords from rejecting prospective renters simply
- 11 because the renter receives housing vouchers or other housing
- 12 assistance. Renters who participate in housing assistance
- 13 programs, such as the federal housing choice voucher program,
- 14 also known as Section 8 Housing, should have an equal
- 15 opportunity to find housing.
- 16 The purpose of this Act is to prohibit discrimination,
- 17 including in advertisements for available rental units, based on
- 18 receipt of income from a housing assistance program, or
- 19 requirements related to participation in housing assistance
- 20 programs, in rental transactions and requirements.

1 SECTION 2. Section 515-2, Hawaii Revised Statutes, is 2 amended by adding a new definition to be appropriately inserted 3 and to read as follows: ""Housing assistance program" means any government or 4 5 private assistance, grant, loan, or rental assistance program, 6 including low-income housing assistance certificates and 7 vouchers under the United States Housing Act of 1937, as 8 amended." 9 SECTION 3. Section 515-3, Hawaii Revised Statutes, is 10 amended to read as follows: 11 "§515-3 Discriminatory practices. It is a discriminatory 12 practice for an owner or any other person engaging in a real 13 estate transaction, or for a real estate broker or salesperson, 14 because of race, sex, including gender identity or expression, 15 sexual orientation, color, religion, marital status, familial 16 status, ancestry, disability, age, participation in a housing 17 assistance program or requirements related to participation in a housing assistance program, or human immunodeficiency virus 18 19 infection: 20 (1) To refuse to engage in a real estate transaction with

a person;

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1	(2)	To discriminate against a person in the terms,
2		conditions, or privileges of a real estate transaction
3		or in the furnishing of facilities or services in
4		connection with a real estate transaction;
5	(3)	To refuse to receive or to fail to transmit a bona
6		fide offer to engage in a real estate transaction from
7		a person;
8	(4)	To refuse to negotiate for a real estate transaction
9		with a person;
10	(5)	To represent to a person that real property is not
11		available for inspection, sale, rental, or lease when
12		in fact it is available, or to fail to bring a
13		property listing to the person's attention, or to
14		refuse to permit the person to inspect real property,
15		or to steer a person seeking to engage in a real
16		estate transaction;
17	(6)	To offer, solicit, accept, use, or retain a listing of
18		real property with the understanding that a person may
19		be discriminated against in a real estate transaction
20		or in the furnishing of facilities or services in

connection with a real estate transaction;

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1	[十](7)[十]	To solicit or require as a condition of engaging in a
2		real estate transaction that the buyer, renter, or
3		lessee be tested for human immunodeficiency virus
4		infection, the causative agent of acquired
5		immunodeficiency syndrome;
6	[+](8)[+]	To refuse to permit, at the expense of a person with a
7		disability, reasonable modifications to existing
8		premises occupied or to be occupied by the person if
9		modifications may be necessary to afford the person
10		full enjoyment of the premises; provided that a real
11		estate broker or salesperson, where it is reasonable
12		to do so, may condition permission for a modification
13		on the person agreeing to restore the interior of the
14		premises to the condition that existed before the
15		modification, reasonable wear and tear excepted;
16	[+](9)[+]	To refuse to make reasonable accommodations in rules,
17		policies, practices, or services, when the
18		accommodations may be necessary to afford a person
19		with a disability equal opportunity to use and enjoy a
20		housing accommodation; provided that if reasonable

1	accommo	dations include the use of an animal,
2	reasona	ble restrictions may be imposed;
3	[+](10)[+]In conn	ection with the design and construction of
4	covered	multifamily housing accommodations for first
5	occupan	cy after March 13, 1991, to fail to design and
6	constru	ct housing accommodations in such a manner
7	that:	
8	(A) Th	e housing accommodations have at least one
9	ac	cessible entrance, unless it is impractical to
10	do	so because of the terrain or unusual
11	ch	aracteristics of the site; and
12	(B) Wi	th respect to housing accommodations with an
13	ac	cessible building entrance:
14	(i) The public use and common use portions of
15		the housing accommodations are accessible to
16		and usable by persons with disabilities;
17	(ii) Doors allow passage by persons in
18		wheelchairs; and
19	(iii) All premises within covered multifamily
20		housing accommodations contain an accessible
21		route into and through the housing

1	accommodations; light switches, electrical
2	outlets, thermostats, and other
3	environmental controls are in accessible
4	locations; reinforcements in the bathroom
5	walls allow installation of grab bars; and
6	kitchens and bathrooms are accessible by
7	wheelchair; or
8	[+](11)[+]To discriminate against or deny a person access to, or
9	membership or participation in any multiple listing
10	service, real estate broker's organization, or other
11	service, organization, or facility involved either
12	directly or indirectly in real estate transactions, or
13	to discriminate against any person in the terms or
14	conditions of access, membership, or participation."
15	SECTION 4. Section 515-4, Hawaii Revised Statutes, is
16	amended to read as follows:
17	"§515-4 Exemptions. (a) Section 515-3 does not apply:
18	(1) To the rental of a housing accommodation in a building
19	which contains housing accommodations for not more
20	than two families living independently of each other

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1	ìf	the	owner	or	lessor	resides	in	one	of	the	housing
2	acc	commo	odation	ns;	or						

- (2) To the rental of a room or up to four rooms in a housing accommodation by an owner or lessor if the owner or lessor resides in the housing accommodation.
- 6 (b) Nothing in section 515-3 shall be deemed to prohibit
 7 refusal, because of sex, including gender identity or
 8 expression, sexual orientation, or marital status, to rent or
 9 lease housing accommodations:
- 10 (1) Owned or operated by a religious institution and used
 11 for church purposes as that term is used in applying
 12 exemptions for real property taxes; or
- 13 (2) Which are part of a religiously affiliated institution
 14 of higher education housing program which is operated
 15 on property that the institution owns or controls, or
 16 which is operated for its students pursuant to Title
 17 IX of the Higher Education Act of 1972.
- 18 (c) Nothing in this chapter regarding familial status or
 19 age shall apply to housing for older persons as defined by title
 20 42 United States Code section 3607(b)(2).

1	(d) Nothing in section 515-3 shall be deemed to prohibit a
2	person from determining the ability of a potential buyer or
3	renter to pay a purchase price or rent by:
4	(1) Verifying, in a commercially reasonable manner, the
5	source and amount of income of the potential buyer or
6	renter; or
7	(2) Evaluating, in a commercially reasonable manner, the
8	stability, security, and credit worthiness of the
9	potential buyer or renter or any source of income of
10	the potential buyer or renter."
11	SECTION 5. Section 515-5, Hawaii Revised Statutes, is
12	amended to read as follows:
13	"§515-5 Discriminatory financial practices. It is a
14	discriminatory practice for a person, a representative of such
15	person, or a real estate broker or salesperson, to whom an
16	inquiry or application is made for financial assistance in
17	connection with a real estate transaction or for the
18	construction, rehabilitation, repair, maintenance, or
19	improvement of real property, because of race, sex, including
20	gender identity or expression, sexual orientation, color,
21	religion, marital status, familial status, ancestry, disability,

1	age, <u>part</u>	icipation in a housing assistance program or
2	requireme	nts related to participation in a housing assistance
3	program,	or human immunodeficiency virus infection:
4	(1)	To discriminate against the applicant;
5	(2)	To use a form of application for financial assistance
6		or to make or keep a record or inquiry in connection
7		with applications for financial assistance that
8		indicates, directly or indirectly, an intent to make a
9		limitation, specification, or discrimination unless
10		the records are required by federal law;
11	(3)	To discriminate in the making or purchasing of loans
12		or the provision of other financial assistance for
13		purchasing, constructing, improving, repairing, or
14		maintaining a dwelling, or the making or purchasing of
15		loans or the provision of other financial assistance
16		secured by residential real estate; or
17	(4)	To discriminate in the selling, brokering, or
18		appraising of residential real property."
19	SECT	GION 6. Section 515-6, Hawaii Revised Statutes, is
20	amended b	by amending subsections (a) and (b) to read as follows:

H.B. NO. H.D.

"(a) Every provision in an oral agreement or a written 1 2 instrument relating to real property that purports to forbid or 3 restrict the conveyance, encumbrance, occupancy, or lease 4 thereof to individuals because of race, sex, including gender 5 identity or expression, sexual orientation, color, religion, 6 marital status, familial status, ancestry, disability, age, 7 participation in a housing assistance program or requirements 8 related to participation in a housing assistance program, or 9 human immunodeficiency virus infection, is void. 10 (b) Every condition, restriction, or prohibition, 11 including a right of entry or possibility of reverter, that **12** directly or indirectly limits the use or occupancy of real 13 property on the basis of race, sex, including gender identity or 14 expression, sexual orientation, color, religion, marital status, 15 familial status, ancestry, disability, age, participation in a 16 housing assistance program or requirements related to 17 participation in a housing assistance program, or human immunodeficiency virus infection is void, except a limitation, **18** 19 on the basis of religion, on the use of real property held by a 20 religious institution or organization or by a religious or charitable organization operated, supervised, or controlled by a 21

1	religious institution or organization, and used for religious or
2	charitable purposes."
3	SECTION 7. Section 515-7, Hawaii Revised Statutes, is
4	amended to read as follows:
5	"§515-7 Blockbusting. It is a discriminatory practice for
6	a person, representative of a person, or a real estate broker or
7	salesperson, for the purpose of inducing a real estate
8	transaction from which the person, representative, or real
9	estate broker or salesperson may benefit financially, because of
10	race, sex, including gender identity or expression, sexual
11	orientation, color, religion, marital status, familial status,
12	ancestry, disability, age, participation in a housing assistance
13	program or requirements related to participation in a housing
14	assistance program, or human immunodeficiency virus infection:
15	(1) To represent that a change has occurred or will or may
16	occur in the composition of the owners or occupants in
17	the block, neighborhood, or area in which the real
18	property is located; or
19	(2) To represent that this change will or may result in
20	the lowering of property values, an increase in
21	criminal or antisocial behavior, or a decline in the

1		quality of schools in the block, neighborhood, or area
2		in which the real property is located."
3	SECT	ION 8. Section 515-16, Hawaii Revised Statutes, is
4	amended to	o read as follows:
5	"§51	5-16 Other discriminatory practices. It is a
6	discrimin	atory practice for a person, or for two or more persons
7	to conspi	re:
8	(1)	To retaliate, threaten, or discriminate against a
9		person because of the exercise or enjoyment of any
10		right granted or protected by this chapter, or because
11		the person has opposed a discriminatory practice, or
12		because the person has made a charge, filed a
13		complaint, testified, assisted, or participated in an
14		investigation, proceeding, or hearing under this
15		chapter;
16	(2)	To aid, abet, incite, or coerce a person to engage in
17		a discriminatory practice;
18	(3)	To interfere with any person in the exercise or
19		enjoyment of any right granted or protected by this
20		chapter or with the performance of a duty or the
21		exercise of a power by the commission;

1	(4)	To obstruct or prevent a person from complying with
2		this chapter or an order issued pursuant to this
3		chapter;
4	(5)	To intimidate or threaten any person engaging in
5		activities designed to make other persons aware of, or
6		encouraging such other persons to exercise rights
7		granted or protected by this chapter;
8	(6)	To threaten, intimidate or interfere with persons in
9		their enjoyment of a housing accommodation because of
10		the race, sex, including gender identity or
11		expression, sexual orientation, color, religion,
12		marital status, familial status, ancestry, disability,
13		age, participation in a housing assistance program or
14		requirements related to participation in a housing
15		assistance program, or human immunodeficiency virus
16		infection of the persons, or of visitors or associates
17		of the persons; or
18	(7)	To print, circulate, post, or mail, or cause to be
19		published a statement, advertisement, or sign, or to
20		use a form of application for a real estate
21		transaction, or to make a record or inquiry in

1	connection with a prospective real estate transaction,
2	that indicates, directly or indirectly, an intent to
3	make a limitation or specification, or to discriminate
4	because of race, sex, including gender identity or
5	expression, sexual orientation, color, religion,
6	marital status, familial status, ancestry, disability,
7	age, participation in a housing assistance program or
8	requirements related to participation in a housing
9	assistance program, or human immunodeficiency virus
10	infection."
11	SECTION 9. The department of commerce and consumer
12	affairs, in consultation with the Hawai'i civil rights
13	commission, shall produce materials related to this Act and
14	publicize the prohibition against discrimination based on
15	participation in housing assistance programs or requirements
16	related to participation in housing assistance programs.
17	SECTION 10. This Act does not affect rights and duties
18	that matured, penalties that were incurred, and proceedings that
19	were begun before its effective date.

- 1 SECTION 11. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 12. This Act shall take effect on January 1, 2050.

Report Title:

Rental Discrimination; Housing Assistance Program

Description:

Prohibits housing discrimination in rental transactions, including in advertisements for available rental units, on the basis of a renter's participation in a housing assistance program or the requirements of a housing assistance program. (HB1244 HD1)

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