A BILL FOR AN ACT

RELATING TO THE LANDLORD-TENANT CODE.

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

The legislature finds that the State has one of 1 SECTION 1. the highest percentages of renter households in the nation, with 2 3 forty-three per cent of households in the State consisting of renters. The legislature recognizes that the State also has the 4 least amount of affordable housing in the nation, resulting in 5 thousands of families in the State, many whom are already facing 6 7 eviction, being unable to find alternative housing. The legislature further recognizes that evictions increase 8 9 homelessness, unemployment, crime, and mental and physical 10 illness. Further, children who experience an eviction often 11 show signs of slower academic progress and other developmental impairments. Additionally, each eviction results in significant 12 financial and social costs to the evicted household and the 13 14 surrounding community.

15 The legislature believes that eviction procedures must 16 carefully balance the landlord's need for sufficient enforcement 17 against the tenant's need for sufficient protection. The

HB931 HD2 HMS 2019-2734

Page 2

H.B. NO. ⁹³¹ H.D. 2

legislature further finds that without adequate safeguards, 1 2 tenants become targets for abuse during these eviction proceedings. Currently, the residential landlord-tenant code 3 4 makes it difficult for tenants to defend themselves against wrongful evictions. While the code clearly outlines landlords' 5 6 responsibilities, it fails to provide tenants with suitable 7 methods of recourse and ways to hold landlords accountable in various situations. 8

The legislature notes that leases, like other contracts, 9 10 are reciprocal. The Hawaii supreme court has held that 11 landlords cannot require a tenant to pay rent if the tenant does 12 not receive the basic services to which they are entitled. 13 While many states have passed laws specifying that tenants 14 cannot be forced to pay rent for uninhabitable premises, the 15 legislature has failed to formally recognize this principle, 16 resulting in a lack of enforcement and numerous unjust and 17 illegitimate evictions.

18 The legislature acknowledges that landlords are prohibited 19 from retaliating against tenants who request repairs to their 20 respective homes or complain about health or safety code 21 violations. However, although the residential landlord-tenant



Page 3

H.B. NO. ⁹³¹ H.D. 2

1	code guarantees compensation for other landlord offenses, it			
2	also places on the tenant the burden of proving entitlement to			
3	compensation for a landlord's retaliation. The result is often			
· 4	that tenants who have been retaliated against are not made			
5	whole, allowing landlords to continue these retaliatory			
6	practices.			
7	Accordingly, the purpose of this Act is to:			
8	(1) Prohibit landlords from recovering possession of			
9	dwelling units from tenants if habitability of			
10	premises is significantly impaired; and			
11	(2) Provide remedies for unlawful retaliatory evictions.			
12	SECTION 2. Section 521-42, Hawaii Revised Statutes, is			
13	amended to read as follows:			
14	"§521-42 Landlord to supply and maintain fit premises.			
15	(a) The landlord shall at all times during the tenancy:			
16	(1) Comply with all applicable building and housing laws			
17	materially affecting health and safety;			
18	(2) Keep common areas of a multi-dwelling unit premises in			
19	a clean and safe condition;			
20	(3) Make all repairs and arrangements necessary to put and			
21	keep the premises in a habitable condition;			



Page 4

H.B. NO. ⁹³¹ ^{H.D. 2}

1	(4)	Maintain all electrical, plumbing, and other		
2		facilities and appliances supplied by the landlord in		
3		good working order and condition, subject to		
4		reasonable wear and tear;		
5	(5)	Except in the case of a single family residence,		
6		provide and maintain appropriate receptacles and		
7		conveniences for the removal of normal amounts of		
8		rubbish and garbage, and arrange for the frequent		
9		removal of such waste materials; and		
10	(6)	Except in the case of a single family residence, or		
11		where the building is not required by law to be		
12		equipped for the purpose, provide for the supplying of		
13		running water as reasonably required by the tenant.		
14	Prio	or to the initial date of initial occupancy, the		
15	landlord shall inventory the premises and make a written record			
16	detailing the condition of the premises and any furnishings or			
17	appliances provided. Duplicate copies of this inventory shall			
18	be signed by the landlord and by the tenant and a copy given to			
19	each tenant. In an action arising under this section, the			
20	executed copy of the inventory shall be presumed to be correct.			
21	If the landlord fails to make such an inventory and written			

record, the condition of the premises and any furnishings or 1 appliances provided, upon the termination of the tenancy shall 2 3 be rebuttably presumed to be the same as when the tenant first occupied the premises. 4 The landlord and tenant may agree that the tenant is 5 (b) 6 to perform specified repairs, maintenance tasks, and minor 7 remodeling only if: The agreement of the landlord and tenant is entered 8 (1)9 into in good faith and is not for the purpose of 10 evading the obligations of the landlord; (2) The work to be performed by the tenant is not 11 necessary to cure noncompliance by the landlord with 12 section 521-42(a)(1); and 13 The agreement of the landlord and tenant does not 14 (3) diminish the obligations of the landlord to other 15 16 tenants. 17 If a landlord's failure to materially comply with (C) subsection (a) results in the significant impairment of the 18 19 habitability of the premises: No action or proceeding to recover possession of the 20 (1) dwelling unit may be maintained against the tenant, 21



H.B. NO. $^{931}_{H.D.\,2}$

1	nor	shall the landlord otherwise cause the tenant to	
2	be removed from the dwelling unit involuntarily;		
3	provided that:		
4	(A)	The tenant continues to pay rent equal to the	
5		fair rental value of the premises; and	
6	<u>(B)</u>	The landlord's ability to recover possession of	
7		the unit is restored upon:	
8		(i) Termination of the rental agreement in	
9		accordance with law or terms of the	
10		agreement; or	
11		(ii) Restoration of the premises to a habitable	
12		condition,	
13		whichever comes first; and	
14	(2) <u>The</u>	tenant's liability for rent, from the date of	
15	sigr	nificant impairment, shall not exceed the fair	
16	rental value of the premises."		
17	SECTION 3	3. Section 521-74, Hawaii Revised Statutes, is	
18	amended by ame	ending subsection (c) to read as follows:	
19	"(c) Any	y tenant from whom possession has been recovered or	
20	who has been o	otherwise involuntarily dispossessed, in violation	
21	of this sectio	on, is entitled to recover the damages sustained by	



the tenant in an amount equal to two months rent or free 1 occupancy for two months, and the cost of suit, including 2 3 reasonable attorney's fees." SECTION 4. This Act does not affect rights and duties that 4 matured, penalties that were incurred, and proceedings that were 5 6 begun before its effective date. 7 SECTION 5. New statutory material is underscored. SECTION 6. This Act shall take effect on July 1, 2050. 8

Report Title: Landlord-Tenant Code; Habitability; Retaliatory Evictions

Description:

Prohibits landlords from recovering possession of a dwelling unit from tenants if habitability of premises is significantly impaired. Sets a tenant's liability for rent if habitability of premises is significantly impaired. Provides remedies for retaliatory evictions. (HB931 HD2)

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

