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. This situation becomes all the more 4 frustrating when housing vacancy advertisements proclaim "no 5 Section 8 accepted" or "Section 8 need not apply" in an effort 6 to prevent low-income individuals with housing vouchers from 7 being considered as tenants. News reports, locally and 8 nationally, have documented that prospective tenants are often 9 rejected by landlords due to their use of housing vouchers or other forms of housing assistance, or based on requirements for 10 11 participation in a housing program.

12 The legislature further finds that studies have shown that 13 when there are laws to prevent discrimination against renters 14 with housing vouchers, such renters are twelve per cent more 15 likely to find housing. Discrimination against housing voucher 16 holders and recipients of other housing assistance programs, 17 often termed "source of income" discrimination, is prohibited in



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1 twelve states and the District of Columbia, as well as numerous 2 cities and counties throughout the United States. Further, the 3 American Bar Association adopted a resolution in 2017 calling 4 for enactment of laws that ban housing discrimination based on 5 lawful sources of income. Hawaii law currently does not 6 prohibit housing discrimination based on lawful sources of 7 income.

8 The legislature notes that source of income laws do not 9 alter or restrict the standard industry practices to vet 10 prospective renters. Rather, these laws prohibit landlords from 11 rejecting prospective renters who receive housing vouchers or 12 other housing assistance simply because of the voucher or 13 assistance. The legislature believes that renters who participate in housing assistance programs, such as the federal 14 15 housing choice voucher program, also known as section 8 housing, 16 should have an equal opportunity to find housing.

17 The purpose of this Act is to prohibit discrimination, 18 including in advertisements for available real property, based 19 on participation in a housing assistance program, or 20 requirements related to participation in housing assistance 21 programs, in real estate transactions and requirements.

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1	SECTION 2. The Hawaii Revised Statutes is amended by
2	adding a new chapter to be appropriately designated and to read
3	as follows:
4	"CHAPTER
5	SOURCE OF INCOME DISCRIMINATION IN HOUSING
6	§ -1 Definitions. As used in this chapter, unless the
7	context clearly requires otherwise:
8	"Housing assistance program" means any government
9	assistance, grant, loan, or rental assistance program, including
10	low-income housing assistance certificates and vouchers under
11	the United States Housing Act of 1937, as amended.
12	"Rental transaction" means any part of the process or
13	transaction for the rental or lease of a premises for
14	residential purposes.
15	"Steer" means the practice of directing persons who seek to
16	enter into a rental transaction toward or away from the premises
17	to deprive them of the benefits of living in a discrimination-
18	free environment.
19	§ -2 Discriminatory practices. (a) It is a
20	discriminatory practice for an owner or any other person
21	engaging in a real estate transaction, or for a real estate

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1	(6)	Offer, solicit, accept, use, or retain a listing of
2		real property with the understanding that a person may
3		be discriminated against in a real estate transaction
4		or in the furnishing of facilities or services in
5		connection with a real estate transaction; or
6	(7)	Discriminate against or deny a person access to, or
7		membership or participation in any multiple listing
8		service, real estate broker's organization, or other
9		service, organization, or facility involved either
10		directly or indirectly in real estate transactions, or
11		to discriminate against any person in the terms or
12		conditions of access, membership, or participation.
13	(b)	Nothing in this section shall be deemed to prohibit a
14	person fro	om determining the ability of a potential buyer or
15	renter to	pay a purchase price or rent by:
16	(1)	Verifying, in a commercially reasonable manner, the
17		source and amount of income of the potential buyer or
18		renter; or
19	(2)	Evaluating, in a commercially reasonable manner, the
20		stability, security, and credit worthiness of the

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1 potential buyer or renter or any source of income of 2 the potential buyer or renter. 3 -3 Blockbusting It is a discriminatory practice for a S 4 person, representative of a person, or a real estate broker or 5 salesperson, for the purpose of inducing a real estate · 6 transaction from which the person, representative, or real 7 estate broker or salesperson may benefit financially, because of 8 participation in a housing assistance program or requirements 9 related to participation in a housing assistance program to 10 represent that: 11 A change has occurred or will or may occur in the (1) 12 composition of the owners or occupants in the block, 13 neighborhood, or area in which the real property is 14 located; or 15 (2) This change will or may result in the lowering of 16 property values, an increase in criminal or antisocial

18 the block, neighborhood, or area in which the real19 property is located.

behavior, or a decline in the quality of schools in

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1	S	-4 Other discriminatory practices. It is a
2	discrimin	atory practice for a person, or for two or more persons
3	to conspi	re to:
4	(1)	Retaliate, threaten, or discriminate against a person
5		because of the exercise or enjoyment of any right
6		granted or protected by this chapter, or because the
7		person has opposed a discriminatory practice, or
8		because the person has made a charge, filed a
9		complaint, testified, assisted, or participated in an
10		investigation, proceeding, or hearing under this
11		chapter;
12	(2)	Aid, abet, incite, or coerce a person to engage in a
13		discriminatory practice;
14	(3)	Interfere with any person in the exercise or enjoyment
15		of any right granted or protected by this chapter or
16		with the performance of a duty or the exercise of a
17		power by the commission;
18	(4)	Obstruct or prevent a person from complying with this
19		chapter or an order issued pursuant to this chapter;
20	(5)	Intimidate or threaten any person engaging in
21		activities designed to make other persons aware of, or

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1 encouraging such other persons to exercise rights 2 granted or protected by this chapter; 3 Threaten, intimidate or interfere with persons in (6) 4 their enjoyment of a housing accommodation because of 5 participation in a housing assistance program or 6 requirements related to participation in a housing 7 assistance program; or 8 Print, circulate, post, or mail, or cause to be (7) 9 published a statement, advertisement, or sign, or to 10 use a form of application for a real estate 11 transaction, or to make a record or inquiry in 12 connection with a prospective real estate transaction, 13 that indicates, directly or indirectly, an intent to 14 make a limitation or specification, or to discriminate 15 because of participation in a housing assistance 16 program or requirements related to participation in a 17 housing assistance program. 18 S -5 Remedies for discrimination based on participation 19 in a housing assistance program. (a) If a person engaging in a 20 real estate transaction engages in a discriminatory practice 21 based on participation in a housing assistance program or

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1 requirements related to participation in a housing assistance 2 program in violation of this chapter, any aggrieved person may 3 bring a civil action in district court for appropriate 4 injunctive relief within one year of the occurrence of the 5 discriminatory violation. 6 In an action brought pursuant to subsection (a), a (b) 7 district court: 8 (1)May issue an injunction to enjoin violation of this 9 chapter in regard to discriminatory practices based on 10 participation in a housing assistance program or 11 requirements related to participation in a housing 12 assistance program; and 13 (2) In any case in which it issues an injunction pursuant 14 to paragraph (1), may also assess a fine not to exceed 15 \$500 and award reasonable attorney's fees incurred in 16 the civil action." 17 SECTION 3. The Hawaii civil rights commission shall 18 produce materials related to this Act and publicize the 19 prohibition against discrimination based on participation in 20 housing assistance programs or requirements related to 21 participation in housing assistance programs.

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SECTION 4. This Act does not affect rights and duties that
matured, penalties that were incurred, and proceedings that were
begun before its effective date.

4 SECTION 5. This Act shall take effect on June 18, 2050.



Report Title: Real Property Discrimination; Housing Assistance Program

Description:

Prohibits discrimination, including in advertisements for available real property, based on participation in a housing assistance program, or requirements related to participation in housing assistance programs, in real estate transactions and requirements. Takes effect on 6/18/2050. (SD1)

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