

HAWAI'I STATE ASSOCIATION OF PARLIAMENTARIANS LEGISLATIVE COMMITTEE P. O. Box 29213 HONOLULU, HAWAI'I 96820-1613

E-MAIL: <u>STEVEGHI@GMAIL.COM</u>

March 9, 2020

Honorable Senator Rosalyn H. Baker, Chair Honorable Senator Stanley Chang, Vice-Chair Senate Committee on Commerce, Consumer Protection, and Health (CPH) Hawaii State Capitol, Room 230 415 South Beretania Street Honolulu, HI 96813

RE: Testimony in SUPPORT OF HB2562 HD2; Hearing Date: March 11, 2020 at 9:30 a.m. Senate conference room 229; sent via Internet

Aloha Chair Baker, Vice-Chair Chang, and Committee members,

Thank you for the opportunity to provide testimony on this bill. I have a prior obligation and may not be at the hearing in time to provide verbal testimony.

The Hawaii State Association of Parliamentarians ("HSAP") has been providing professional parliamentary expertise to Hawaii since 1964.

I am the chair of the HSAP Legislative Committee. I'm also an experienced Professional Registered Parliamentarian who has worked with condominium and community associations every year since I began my parliamentary practice in 1983 (more than 1,800 meetings in 37 years). I was also a member of the Blue Ribbon Recodification Advisory Committee that presented the recodification of Chapter 514B to the legislature in 2004.

This testimony is provided as part of HSAP's effort to assist the community based upon our collective experiences with the governing documents and meetings of numerous condominiums, cooperatives, and Planned Community Associations.

This testimony is presented in **SUPPORT OF HB2562 HD2**.

Summary of Bill:

HB2562 HD2 proposes to clarify the resignation process for board members in Planned Community Associations (PCAs) and condominiums and clarify the filling of vacancies by the Board.

A brief summary of the changes is provided on the next page.

SEN. ROSALYN H. BAKER, CHAIRMAN; SEN. STANLEY CHANG, VICE-CHAIR
SENATE COMMITTEE ON COMMERCE, CONSUMER PROTECTION, AND HEALTH (CPH) — HB2562 HD2
HEARING DATE: MARCH 11, 2020; HEARING TIME: 9:30 A.M.
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HD2 Section 1:

This section clarifies the process for resigning from the board of a Planned Community Association and permits resignation at a future date, similar to that provided for nonprofit corporations in HRS §414D-137(b).

This section also clarifies that the board's authority to fill vacancies in a Planned Community Association board of directors is limited to the next annual or duly called special meeting, matching the current restrictions in the Condominium Property Act (Chapter 514B).

HD2 Section 2:

This section clarifies the process for resigning from the board of a Condominium Association and permits resignation at a future date, similar to that provided for nonprofit corporations in HRS §414D-137(b).

We request that you pass the bill.

If you require any additional information, your call is most welcome. I may be contacted via phone: 423-6766 or through e-mail: Steveghi@Gmail.com. Thank you for the opportunity to present this testimony.

Sincerely,

Steve Glanstein

Steve Glanstein, Professional Registered Parliamentarian Chair, HSAP Legislative Committee SG:tbs



March 9, 2020

VIA WEB TRANSMITTAL

Hearing Date: Wednesday, March 11, 2020

Time: 9:30 a.m.

Place: Conference Room 229

COMMITTEE ON COMMERCE, CONSUMER PROTECTION AND HEALTH THE SENATE, THE THIRTIETH LEGISLATURE REGULAR SESSION OF 2020

Re: Community Associations Institute's **Testimony in support of** HB 2562

Dear Chair Baker, Vice Chair Chang and Committee members:

I am a member of the Hawaii Chapter of the Community Associations Institute Legislative Action Committee ("CAI"). We represent the condominium and community association industry, we submit this testimony in support of HB 2562, HD 2, and we respectfully submit that HB 2562, HD 2 should be passed out of Committee. Thank you for your time and consideration.

Sincerely yours,

/s/ R. Laree McGuire
R Laree McGuire
CAI LAC Hawaii

<u>HB-2562-HD-2</u> Submitted on: 3/8/2020 3:43:44 PM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Richard Emery	Testifying for Associa	Support	No

Comments:

We support the Bill.

CASE LOMBARDI & PETTIT

A LAW CORPORATION

Lissa H. Andrews David G. Brittin Lisa K. Broulik Michelle J. Chapman James M. Cribley Stacey W.E. Foy Adelbert Green Michael L. Lam Dennis M. Lombardi† Michael R. Marsh Jon M.H. Pang Ted N. Pettit, Ph.D. Lauren R. Sharkey Mark G. Valencia Nancy J. Youngren John D. Zalewski

† A Law Corporation Daniel H. Case (1925-2016) PACIFIC GUARDIAN CENTER, MAUKA TOWER 737 BISHOP STREET, SUITE 2600 HONOLULU, HAWAII 96813-3283

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Matthew A. Cohen Mark J. Driessen Harrison K. Goo Jana M. Naruse Ellen A. Swick Stephanie M. Teece Steven E. Tom

Maria Amparo Vanaclocha Berti

Of Counsel John R. Dwyer, Jr. Gregory M. Hansen Frederick W. Rohlfing III

March 10, 2020

Senator Rosalyn H. Baker, Chair Senator Stanley Chang, Vice Chair Senate Committee on Commerce, Consumer Protection, and Health Senate, 30th Legislature, Regular Session of 2020 Hawaii State Capital 415 South Beretania Street Honolulu Hawaii 96813

Re: Testimony in SUPPORT OF HB2562, H.D. 2

Hearing: 9:30 am, March 11, 2020

Dear Chairperson Baker, Vice-Chair Chang and Committee members:

Thank you for the opportunity to provide testimony on this bill.

Case Lombardi & Pettit has provided housing and community development expertise in Hawaii for over 150 years.

We support the passage of HB 2562, H.D. 2.

We are happy to provide the Committee with additional information. Please contact the undersigned at (808) 547-5400 with any request.

Very truly yours,

CASE LOMBARDI & PETTIT

Dennis M. Lombardi

Submitted on: 3/9/2020 11:49:35 AM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Mark McKellar	Testifying for Law Offices of Mark K. McKellar, LLLC	Support	No

Comments:

Dear Sen. Baker, Chair, Sen. Chang, Vice Chair, and Members of the Committee:

I support H.B. 2562, H.D.2 and urge the committee to adopt it as drafted.

Respectfully submitted,

Mark McKellar

Submitted on: 3/10/2020 9:42:05 AM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing	
Paul A. Ireland Koftinow	Individual	Support	No	

Comments:

Dear Sen. Baker, Chair, Sen. Chang, Vice Chair, and Members of the Committee:

I support H.B. 2562, H.D.2 and urge the committee to adopt it as drafted.

Respectfully submitted,

Paul A. Ireland Kofitnow

Submitted on: 3/8/2020 9:35:34 PM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing	
Jeff Sadino	Individual	Oppose	No	

Comments:

Chair Baker, Vice Chair Chang, and Members of the Committee,

I **OPPOSE** HB 2562 HD 2 relating to COMMON INTEREST COMMUNITIES in its **CURRENT** form.

I would **SUPPORT** this Bill if Section 2 relating to HRS 514B, (1) were amended so that the notice of resignation must be signed and (3) so that a Board Member can resign only through Writing and not simply Orally.

§514B- Board; resignation. A member of the board of directors may resign from the board at any time by:

- 1. Delivering **a signed** written notice of resignation to the association's property manager, board of directors, president, or secretary;
- Communicating the notice of resignation by electronic mail to the association's property manager, board of directors, president, or secretary at the electronic mailing address designated in writing by the person receiving the electronic mail; or
- 1. Providing notice during a meeting **orally or** in writing.

A Board whose majority habitually disagrees with one Board Member could simply state the Board Member gave their resignation Orally and there would be no way to prove otherwise. A written statement of resignation signed by the resigning Board Member is not an unreasonable burden on the Board Member and would provide a written paper trail that would protect the Board member.

Thank you for the opportunity to testify,

Jeff Sadino

Submitted on: 3/9/2020 10:11:08 AM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Anne Anderson	Individual	Support	No

Comments:

Dear Sen. Baker, Chair, Sen. Chang, Vice Chair, and Members of the Committee:

I support H.B. 2562, H.D.2 and urge the committee to adopt it as drafted.

Respectfully submitted,

M. Anne Anderson

Submitted on: 3/9/2020 10:19:31 AM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing	
Julie Wassel	Individual	Support	No	

Comments:

Dear Sen. Baker, Chair, Sen. Chang, Vice Chair, and Members of the Committee:

I support H.B. 2562, H.D.2 and urge the committee to adopt it as drafted.

Respectfully submitted,

Julie Wassel

Submitted on: 3/9/2020 10:27:54 AM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
mary freeman	Individual	Support	No

Comments:

Dear Sen. Baker, Chair, Sen. Chang, Vice Chair, and Members of the Committee:

1. support H.B. 2562, H.D.2 and urge the committee to adopt it as drafted.

Respectfully submitted,

Mary Freeman

Ewa Beach

Submitted on: 3/9/2020 2:29:59 PM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing	
lynne matusow	Individual	Support	No	

Comments:

As a condo owner and board member, I fully support the langaue in H.D. 2.

lynne matusuow

Submitted on: 3/9/2020 3:35:09 PM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing	
Bradford Lee Hair	Individual	Support	No	

Comments:

Dear Sen. Baker, Chair, Sen. Chang, Vice Chair, and Members of the Committee:

I support H.B. 2562, H.D.2 and urge the committee to adopt it as drafted.

Respectfully submitted,

Bradford Lee Hair

Submitted on: 3/9/2020 6:28:21 PM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Dante Carpenter	Individual	Support	No

Comments:

Chair Sen. Baker, Vice-Chair Sen. Stanley Chang and Members of the CPH Committee:

I am herwith sending my support of this measure regarding the acceptable methods of resignation by members of Boards of Directors for Condominium Associations. The Bill clearly articulates the process or processes depending on the individual's status at the time of notification. I have been a member of the Board at Country Club Village, Phase 2, with 469 Units in 2 - Hi-Rise Bldgs for over 20 years and have witnessed all the methods described in the Bill.

Respectfully submitted,

Dante Carpenter

Director, CCV2AOAO

Submitted on: 3/10/2020 9:04:49 AM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Lance S. Fujisaki	Individual	Support	No

Comments:

Dear Sen. Baker, Chair, Sen. Chang, Vice Chair, and Members of the Committee:

I support H.B. 2562, H.D.2 and urge the committee to adopt it as drafted.

Respectfully submitted,

Lance Fujisaki

Submitted on: 3/10/2020 9:34:35 AM

Testimony for CPH on 3/11/2020 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Laurence Sussman	Testifying for Steve Glanstein	Support	No

Comments:

Dear Sen. Baker, Chair, Sen. Chang, Vice Chair, and Members of the Committee:

I support H.B. 2562, H.D.2 and urge the committee to adopt it as drafted.

Respectfully submitted,

Laurence E. Sussman

General Manager Villages of Kapolei Association