THE SENATE THIRTY-FIRST LEGISLATURE, 2022 STATE OF HAWAII

S.C.R. NO. 220

MAR 1 1 2022

## SENATE CONCURRENT RESOLUTION

CONVENING A WORKING GROUP ON THE GOVERNANCE OF HOUSING SUBDIVISIONS IN THE PUNA DISTRICT, HAWAII COUNTY.

WHEREAS, in the 1960s, large subdivisions were approved by 1 counties, particularly in the Puna District of the County of 2 Hawaii, that did not require the creation of a homeowner's 3 association for the governance of shared roads or 4 5 infrastructure; and 6 WHEREAS, without a homeowner's association or entity to 7 require landowners to contribute to the maintenance of roads, 8 subdivision roads that fell into a state of disrepair have 9 caused emergency vehicles such as ambulances and firetrucks to 10 be slowed and damaged when driving through and navigating 11 unpaved, unmaintained roads; and 12 13 WHEREAS, the most famous case of delayed ambulance arrival 14 was that of Dana Ireland in 1991, a victim of a brutal assault 15 who died prior to the arrival of emergency services, as an 16 ambulance experienced difficulties navigating a Puna road in a 17 significant state of disrepair; and 18 19 20 WHEREAS, without an existing homeowner's association, landowners themselves undertook the responsibility to rally 21 their neighbors to contribute time and funds towards the 22 creation and maintenance of share roads - a system that has led 23 to neighborhood assaults; and 24 25 WHEREAS, lawsuits such as the Paradise Hui Hanalike v. 26 Hawaiian Paradise Park Corporation, 66 Haw. 362, 662 P.2d 211 27 (1983), have resulted in thousands of dollars in attorney fees 28 to litigants unsuccessfully seeking to have the courts approve 29 30 the entities needed to collect the road maintenance dues; and 31 WHEREAS, there is a lack of statutory guidance regarding 32 the rights and responsibilities of homeowners or entities 33



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regarding shared roads and infrastructures not owned by an 1 association or similar entity; and 2 3 WHEREAS, while some subdivisions were successful in the 4 creation of a court-approved entity to collect contributions 5 from landowners, there is still a lack of oversight and absence 6 of a dispute resolution process that offers landowners the right 7 8 to appeal the assessments made by the entities regarding contributions or the use of monies for shared road and 9 infrastructure maintenance and improvement; now, therefore; 10 11 BE IT RESOLVED by the Senate of the Thirty-first 12 Legislature of the State of Hawaii, Regular Session of 2022, the 13 14 House of Representatives concurring, that a working group is 15 requested to be convened to: 16 Review the procedures and administrative rules within 17 (1)the Department of Commerce and Consumer Affairs that 18 have effectively established and governed condominium 19 associations that can be applied to a framework for 20 governance of these subdivisions; and 21 22 Recommend applicable procedures and rules that may be (2) 23 utilized for the establishment of a governing entity, 24 25 including a basic set of bylaws that provide a framework for notice, voting, and governance; and 26 27 28 BE IT FURTHER RESOLVED that the following individuals are requested to serve as members of the working group: 29 30 The President of the Hawaii State Association of 31 (1)Parliamentarians; 32 33 The President of the Hawaii Council of Community 34 (2) Associations; 35 36 A representative from the Department of Commerce and 37 (3) Consumer Affairs Real Estate Branch or their designee; 38 39 The Director of the County of Hawaii Planning (4) 40 Department or their designee; 41 42



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(5) The Chairperson of the Community Associations 1 Institute, Hawaii Chapter; 2 3 (6) A representative from the affected House district 4 appointed by the Speaker of the House of 5 Representatives; and 6 7 (7) A representative from the affected Senate district 8 9 appointed by the President of the Senate; and 10 BE IT FURTHER RESOLVED that the working group is requested 11 to submit a report of its findings and recommendations, 12 including any proposed legislation, to the Legislature no later 13 14 than twenty days prior to the convening of the Regular Session of 2023; and 15 16 17 BE IT FURTHER RESOLVED that certified copies of this Concurrent Resolution be transmitted to the Supervising 18 Executive Officer of the Department of Commerce and Consumer 19 Affairs Real Estate Branch, Chairperson of the Hawaii County 20 Council, Director of the County of Hawaii Planning Department, 21 22 President of the Hawaii State Association of Parliamentarians, President of the Hawaii Council of Community Associations, and 23 Chairperson of the Community Associations Institute, Hawaii 24 25 Chapter. 26 27 28 OFFERED BY



