

HOUSE CONCURRENT RESOLUTION

REQUESTING THE AUDITOR TO CONDUCT A SUNRISE REVIEW OF THE LICENSURE AND REGULATION OF ASSOCIATION MANAGERS.

WHEREAS, due to the effects of climate change and the 1 establishment of more stringent structural facility maintenance 2 requirements, it is more important than ever that homeowners' 3 associations, planned community associations, cooperative 4 housing corporations, and condominium unit owners' associations 5 are properly managed to protect the life and safety of 6 residents; and 7 8 WHEREAS, an estimated three hundred sixty thousand people 9 in the State, or about one in four persons, live in a property 10 managed by these types of associations; and 11 12 WHEREAS, these associations are typically governed by 13 volunteer boards of directors who often have limited expertise 14 in financing, property management, or engineering; and 15 16 WHEREAS, therefore, it is crucial that the professional 17 managers hired to manage the day-to-day operations of these 18 associations possess the specialized knowledge and expertise 19 required to properly service these entities; and 20 21 WHEREAS, licensing these professional managers will help to 22 increase accountability and improve the safety of residents, 23 guests, and property; and 24 25 , introduced during the 2023 WHEREAS, Senate Bill No. 26 Regular Session, proposes the regulation and licensure of 27 managers of homeowners' associations, planned community 28 29 associations, cooperative housing corporations, and condominium unit owners' associations; and 30 31 WHEREAS, section 26H-6, Hawaii Revised Statutes, requires 32 new measures subjecting unregulated professions and vocations to 33



licensing or other regulatory controls to be referred to the 1 Auditor for analysis; and 2 3 WHEREAS, section 26H-6, Hawaii Revised Statutes, further 4 requires that referral to the Auditor shall be by a concurrent 5 resolution that identifies a specific legislative bill to be 6 7 analyzed; and 8 9 WHEREAS, it is appropriate for the Auditor to conduct a sunrise review of this profession prior to the State enacting 10 11 regulatory legislation; now, therefore, 12 BE IT RESOLVED by the House of Representatives of the 13 Thirty-second Legislature of the State of Hawaii, Regular 14 Session of 2023, the Senate concurring, that the Auditor is 15 requested to conduct a sunrise review of the licensure and 16 regulation of managers of homeowners' associations, planned 17 community associations, cooperative housing corporations, and 18 condominium unit owners' associations as established in Senate 19 , introduced during the 2023 Regular Session; and Bill No. 20 21 BE IT FURTHER RESOLVED that the Auditor is requested to 22 submit a report of the Auditor's findings to the Legislature no 23 later than twenty days prior to the Regular Session of 2024; and 24 25 BE IT FURTHER RESOLVED that a certified copy of this 26 Concurrent Resolution be transmitted to the Auditor. 27 28 29 30 OFFERED BY: Jamel S.Kan

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