A BILL FOR AN ACT

RELATING TO THE RESIDENTIAL LANDLORD-TENANT CODE.

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

1 SECTION 1. The legislature finds that there are numerous 2 barriers to accessing affordable housing for low-income 3 households and people experiencing homelessness. There is 4 significant competition for rental units in the State, with 5 landlords often receiving multiple applications per unit. 6 Individuals and families must often apply to as many open 7 rentals as possible, which can cost hundreds of dollars. While 8 the legislature recognizes that landlords and their agents need 9 to collect application fees in order to vet all applicants, the 10 legislature believes that the costs of multiple applications for 11 prospective tenants can result in significant economic hardship, 12 especially in a tight housing market.

The legislature further finds that to help individuals and families seeking rental housing in the State, the legislature enacted Act 200, Session Laws of Hawaii 2023, which authorizes an application screening fee for rental applications to ensure that costs associated with vetting an application are used only

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1 for that purpose and any remaining fees are returned to the 2 applicant. However, an applicant will still be required to 3 submit multiple application fees to landlords or their agents 4 who are using those fees to obtain similar information. Allowing an applicant to receive a certified copy of certain 5 6 information to provide to another landlord or the landlord's 7 agent will further reduce the financial burden of applying for rental units and reduce the work of landlords and their agents 8 9 to obtain certain information.

10 Accordingly, the purpose of this Act is to allow an 11 applicant to request a certified copy of the applicant's 12 criminal background check and credit report from one landlord or 13 the landlord's agent to provide to another landlord or that 14 landlord's agent in lieu of paying a fee to cover the costs of 15 obtaining another criminal background check or credit report. 16 SECTION 2. Section 521-46, Hawaii Revised Statutes, is 17 amended by amending subsections (a) and (b) to read as follows: 18 "(a) When a landlord or the landlord's agent receives a 19 request from an applicant to rent a dwelling unit, the landlord

21 screening fee at the time the application is processed for the

or the landlord's agent may charge the applicant an application

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1	dwelling unit to cover the costs of obtaining information about		
2	the applicant; provided that [a]:		
3	(1)	\underline{A} landlord or the landlord's agent shall only charge	
4		an application screening fee for an applicant who is	
5		eighteen years of age or older or an emancipated	
6		minor[-];	
7	(2)	If an applicant provides a landlord or the landlord's	
8		agent with a certified copy of the applicant's	
9		criminal background check or credit report received	
10		within thirty days from another landlord or that	
11		landlord's agent, the landlord or the landlord's agent	
12		shall not charge an application fee to cover the costs	
13		of obtaining another criminal background check or	
14		credit report; and	
15	(3)	If a comprehensive reusable tenant screening report is	
16		made available to the landlord or the landlord's agent	
17		and is received within thirty days, the landlord or	
18		the landlord's agent shall not charge an application	
19		fee.	
20	Information sought by the landlord or the landlord's agent		

charging the fee may include personal reference checks, tenant

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1	reports,	criminal background checks, and credit reports produced	
2	by any consumer credit reporting agency.		
3	(b)	Upon request by the applicant, a landlord or the	
4	landlord's agent shall provide to the applicant a:		
5	(1)	Receipt for payment of the application screening fee;	
6		[and]	
7	(2)	Breakdown of costs covered by the application	
8		<pre>screening fee[+]; and</pre>	
9	(3)	Certified copy of the applicant's criminal background	
10		checks and credit reports that are less than thirty	
11		days old."	
12	SECTION 3. Statutory material to be repealed is bracketed		
13	and stricken. New statutory material is underscored.		
14	SECTION 4. This Act shall take effect on July 1, 2040.		

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Report Title:

Rental Application Screening Fee; Criminal Background Check; Credit Report; Certified Copies

Description:

Prohibits a landlord or the landlord's agent from charging an application fee for a criminal background check or credit report if an applicant provides a certified copy of a criminal background check or credit report or makes a comprehensive reusable tenant report available to the landlord or the landlord's agent. Requires a landlord or the landlord's agent to provide, upon request, a certified copy of an applicant's criminal background check or credit report. Takes effect 7/1/2040. (SD1)

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

