S.B. NO. ²⁷⁶² S.D. 2

A BILL FOR AN ACT

RELATING TO RENT CONTROL.

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

1 SECTION 1. The legislature finds that establishing rent 2 ceilings, or the maximum amount of rent a landlord is allowed to 3 charge a tenant, for a limited duration and in certain counties, can help provide stability, affordability, and expedient relief 4 5 for renters in crisis, such as renters that are experiencing a 6 housing shortage as a result of a natural disaster. The 7 legislature further finds that, when a community is impacted by a natural disaster, local county councils are especially well-8 9 suited to determine whether, and at what rate, a rent ceiling 10 should be established within its local jurisdiction. The 11 legislature therefore finds that, by allowing certain counties 12 to establish a rent ceiling through a resolution, the State can 13 both protect vulnerable communities and advance basic societal 14 interests.

Accordingly, the purpose of this Act is to prohibit a landlord from renting or leasing, or offering to rent or lease, a dwelling unit in a rent-controlled county at a rate that

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| 1 | exceeds the rate established by resolution adopted by the | | |
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| 2 | appropriate county council, subject to certain conditions. | | |
| 3 | SECTION 2. Chapter 521, Hawaii Revised Statutes, is | | |
| 4 | amended by adding a new section to be appropriately designated | | |
| 5 | and to read as follows: | | |
| 6 | " <u>§521-</u> Rent controls; dwelling units in a rent- | | |
| 7 | controlled | d county; rate establishment. (a) Notwithstanding any | |
| 8 | other law | to the contrary, no landlord shall rent or lease, or | |
| 9 | offer to a | rent or lease, a dwelling unit in a rent-controlled | |
| 10 | county at | a rate that exceeds the rate established by resolution | |
| 11 | adopted by | y the appropriate county council, unless: | |
| 12 | (1) | The landlord incurred additional operating expenses, | |
| 13 | | which can be documented, because of an emergency, | |
| 14 | | disaster, or severe weather in the rent-controlled | |
| 15 | | county, and passes the additional operating expenses | |
| 16 | | on to the tenant; or | |
| 17 | (2) | The rent increases are contained in a written | |
| 18 | | instrument that was signed by the tenant before the | |
| 19 | | effective date of the county council resolution that | |
| 20 | | established the rate ceiling. | |

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| 1 | (b) Any person who violates this section shall be guilty |
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| 2 | of a misdemeanor. |
| 3 | (c) For purposes of this section, "rent-controlled county" |
| 4 | means any county having a population of more than one hundred |
| 5 | twenty thousand but less than one hundred eighty thousand." |
| 6 | SECTION 3. New statutory material is underscored. |
| 7 | SECTION 4. This Act shall take effect on July 1, 2030, and |
| 8 | shall be repealed on July 1, 2029. |



$S.B. \ NO. \ {}^{2762}_{S.D. \ 2}$

Report Title:

Rental Units; Dwelling Units; Rent Control; Rental Rates; County Resolution

Description:

Prohibits a landlord from renting or leasing, or offering to rent or lease, a dwelling unit in a rent-controlled county at a rate that exceeds the rate established by resolution adopted by the appropriate county council, subject to certain exceptions. Applies to any county having a population greater than 120,000 but less than 180,000. Repeals 7/1/2029. Takes effect 7/1/2030. (SD2)

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

