STAND. COM. REP. NO. **3707**

Honolulu, Hawaii

APR 0 5 2024

RE: H.B. No. 2742

H.D. 1 S.D. 2

Honorable Ronald D. Kouchi President of the Senate Thirty-Second State Legislature Regular Session of 2024 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred H.B. No. 2742, H.D. 1, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE LANDLORD-TENANT CODE,"

begs leave to report as follows:

The purpose and intent of this measure is to establish a pre-litigation mediation procedure for Maui tenancies that are subject to the current eviction moratorium.

Specifically, this measure:

- (1) Requires landlords to provide Maui tenants with at least fifteen calendar days of notice before terminating a rental agreement for failure to pay rent and initiating a summary proceeding for possession of the dwelling unit;
- (2) Authorizes tenants to schedule a mediation within the fifteen-day period to prohibit landlords from evicting tenants while the mediation is pending, subject to certain deadlines; and
- (3) Requires the landlord to participate in the mediation if scheduled by the tenant.

Your Committee received written comments in support of this measure from the Judiciary and the Mediation Center of the Pacific, Inc.

Your Committee received written comments on this measure from the Hawaii Association of REALTORS.

Your Committee finds that the expiration of the Maui eviction moratorium may potentially result in lawsuits that could overwhelm courts on Maui. Your Committee believes that establishing a prelitigation mediation process will help to reduce state court workload, keep tenants housed, and leave landlords with an acceptable alternative to a summary proceeding for possession of a dwelling unit.

Your Committee acknowledges the written comments submitted by the Hawaii Association of REALTORS, which requests that a provision for rent relief be added to this measure to help ensure that tenants are able to stay in the homes they are renting. The written comments by the Hawaii Association of REALTORS also explain that, without a rent relief provision, the measure merely delays eviction without addressing the root issue that gives rise to the evictions.

Your Committee has amended this measure by making technical nonsubstantive amendments for purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2742, H.D. 1, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 2742, H.D. 1, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

The Senate Thirty-Second Legislature State of Hawai'i

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral: Date:				
HB 2742 HDI SDI CPN/J		JDC, U	MAC	4/4/2024	
The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WF	R) Nay	Excused
DELA CRUZ, Donovan M. (C)		Х			
MORIWAKI, Sharon Y. (VC)		メ			
AQUINO, Henry J.C.		У			
DECOITE, Lynn					×
HASHIMOTO, Troy N.		Х			/
INOUYE, Lorraine R.		X			
KANUHA, Dru Mamo		Х			
KIDANI, Michelle N.		X			
KIM, Donna Mercado		X	ļ		
LEE, Chris		X			
SHIMABUKURO, Maile S.L.		X			
WAKAI, Glenn		X			
FEVELLA, Kurt		X			
TOTAL	/	12	0	0	1
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: U Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes