STAND. COM. REP. NO. 2386

Honolulu, Hawaii

FEB 1 4 2024

RE: S.B. No. 2726 S.D. 1

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

Sir:

Your Committee on Commerce and Consumer Protection, to which was referred S.B. No. 2726 entitled:

"A BILL FOR AN ACT RELATING TO CONDOMINIUMS,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Require the Legislative Reference Bureau to conduct a study on condominium property regimes and the approaches used in certain other jurisdictions with respect to ombudsman programs, licensing for management, alternative dispute resolution, governmental regulation, owner education, and owner access to condominium documents; and
- (2) Make an appropriation for the study.

Your Committee received testimony in support of this measure from the AARP Hawai'i, Hawaii First Realty LLC, Community Associations Institute, Palehua Townhouse Association, and eight individuals.

Your Committee received comments on this measure from the State Procurement Office, Legislative Reference Bureau, and two individuals.



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Your Committee finds that Act 189, Session Laws of Hawaii 2023, established a Condominium Property Regime Task Force to examine and evaluate certain issues regarding condominium property regimes and to conduct an assessment of the existing alternative dispute resolution systems that were established by the Legislature. On December 15, 2023, the Condominium Property Regime Task Force submitted its interim report to the Legislature, which requested the Legislature to task the Legislative Reference Bureau with studying and reporting on several specific subjects relating to condominium property regimes that would enable the Task Force to thereafter recommend legislation suitable to Hawaii's needs on an informed and objective basis. Therefore, this measure requires and appropriates funds for the Legislative Reference Bureau to complete the requested study of condominium subjects in other states.

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

As affirmed by the record of votes of the members of your Committee on Commerce and Consumer Protection that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2726, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2726, S.D. 1, and be referred to your Committee on Ways and Means.

> Respectfully submitted on behalf of the members of the Committee on Commerce and Consumer Protection,

OHOKALOLE, Chair



The Senate Thirty-Second Legislature State of Hawaiʻi

Record of Votes Committee on Commerce and Consumer Protection CPN

Bill / Resolution No.:* Committee Referral: Date:					
SB2726 CPN, WAM 2/6/24					
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 (WR)	Nay	Excused
KEOHOKALOLE, Jarrett (C)		V			
FUKUNAGA, Carol (VC)		V			
MCKELVEY, Angus L.K.					
RICHARDS, III, Herbert M. "Tim"					
AWA, Brenton					
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TOTAL		2			
Recommendation:					
Chair's or Designee's Signature:					
and Julian aga					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only <u>one</u> measure per Record of Votes