HOUSE OF REPRESENTATIVES THIRTY-SECOND LEGISLATURE, 2024 STATE OF HAWAII H.B. NO. 2088

# A BILL FOR AN ACT

RELATING TO CONDOMINIUMS.

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

### PART I

2 SECTION 1. The legislature finds that there is a need for 3 greater oversight of condominium landlords and condominium 4 association boards. The boards can currently levy fines, 5 initiate foreclosures, delay renovations, and take other actions 6 against condominium owners with little, if any, accountability. Condominium renters may also be vulnerable to landlords who 7 8 violate the State's residential landlord-tenant code. Renters 9 and owners who have been subjected to unfair or unlawful 10 treatment may find themselves unable to protect their rights 11 without initiating expensive lawsuits.

Accordingly, the purpose of this Act is to provide greater oversight of condominium association boards and more legal protections for condominium renters and owners by requiring that:

16 17 (1) Condominium renters who prevail in a lawsuit for a violation of the residential landlord-tenant code be



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1	ć	awarded reasonable attorney's fees, costs, and
2	t	threefold damages; and
3	(2)	The real estate commission establish a condominium
4	ć	association board oversight task force to ensure
5	t	transparency and consistency in the management of
6	C	condominiums.
7		PART II
8	SECTIO	DN 2. Chapter 521, Hawaii Revised Statutes, is
9	amended by	adding a new section to part VI to be appropriately
10	designated and to read as follows:	
11	" <u>§521-</u>	- Amount of recovery. Except as otherwise
12	provided ir	n this chapter and notwithstanding any law to the
13	contrary, a	any tenant that is directly affected by a violation of
14	this chapte	er may sue for damages, and if the judgment is for the
15	plaintiff,	the plaintiff shall be awarded:
16	<u>(1)</u>	A sum not less than \$1,000 or threefold the
17	<u>F</u>	plaintiff's sustained damages, whichever is greater;
18	<u>(2)</u>	Reasonable attorney's fees; and
19	<u>(3)</u>	The costs of the suit."



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1		PART III
2	SECI	ION 3. (a) The real estate commission shall establish
3	a condomi	nium association board oversight task force to ensure
4	transpare	ncy and consistency in the governing of condominium
5	associati	ons established pursuant to chapter 514B, Hawaii
6	Revised S	tatutes.
7	(b)	Members of the condominium association board oversight
8	task forc	e shall be selected by the director of commerce and
9	consumer	affairs, and the task force chair and vice chair shall
10	be select	ed by a majority of task force members.
11	(c)	The condominium association board oversight task force
12	shall consider whether:	
13	(1)	Additional regulations are needed for condominium
14		association boards;
15	(2)	Greater legal protections are needed for condominium
16		owners;
17	(3)	Additional grievance processes are needed to provide
18		recourse for condominium renters and owners, beyond
19		the mediation and arbitration processes established in
20		part VI, subpart D, of chapter 514B, Hawaii Revised
21		Statutes; and



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1	(4) Specialized training is needed for members of the	
2	governing board established in section 514B-106,	
3	Hawaii Revised Statutes.	
4	(d) The condominium association board oversight task force	
5	may seek public input on these issues, or any other issues	
6	impacting the governance of condominiums.	
7	(e) The real estate commission shall submit a report of	
8	the task force's findings and recommendations, including any	
9	proposed legislation, to the legislature no later than twenty	
10	days prior to the convening of the regular session of 2025.	
11	(f) The condominium association board oversight task force	
12	shall cease to exist on .	
13	PART IV	
14	SECTION 4. This Act does not affect rights and duties that	
15	matured, penalties that were incurred, and proceedings that were	
16	begun before its effective date.	
17	SECTION 5. Statutory material to be repealed is bracketed	
18	and stricken. New statutory material is underscored.	
19	SECTION 6. This Act shall take effect upor its approval.	
20	INTRODUCED BY: Juish & Chich	

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### Report Title:

REC; Residential Landlord-Tenant Code; Damages; Attorney's Fees; Condominium Association Board Oversight Task Force; Report

#### Description:

Requires that condominium renters who prevail in a lawsuit for a violation of the Residential Landlord-Tenant Code be awarded reasonable attorney's fees and costs and threefold damages. Requires the Real Estate Commission to establish a Condominium Association Board Oversight Task Force to ensure transparency and consistency in the management of condominiums. Requires a report to the Legislature. Dissolves the Task Force on an unspecified date.

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

