S.B. NO. 2726 S.D. 2 H.D. 1

A BILL FOR AN ACT

RELATING TO CONDOMINIUMS.

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

1 SECTION 1. The legislature finds that Act 189, Session 2 Laws of Hawaii 2023, established the condominium property regime 3 task force, which met on September 11, 2023; October 27, 2023; 4 November 30, 2023; and December 14, 2023, to develop 5 recommendations as part of its interim report to the legislature 6 before the start of the regular session of 2024. Task force 7 members sought and received information from the department of 8 commerce and consumer affairs and several members of the public 9 submitted written testimony and presented oral comments during 10 hybrid remote and in-person meetings held by the task force. 11 Links to the task force meetings and written materials are 12 posted on the department of commerce and consumer affairs' 13 website and are linked to the legislature's website.

14 The purpose of this Act is to:

15 (1) Implement the request by the condominium property
16 regime task force to require the legislative reference
17 bureau to conduct a study on condominium subjects; and

2024-2573 SB2726 HD1 HMS0

Page 2

S.B. NO. ²⁷²⁶ S.D. 2 H.D. 1

| 1 | (2) | Extend the deadline for the final report and the cease |
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| 2 | | date for the condominium property regime task force to |
| 3 | | June 30, 2026. |
| 4 | SECT | ION 2. (a) The legislative reference bureau shall |
| 5 | study and | submit a report on the approaches employed by certain |
| 6 | other sta | tes regarding the following condominium subjects: |
| 7 | (1) | A condominium ombudsman or similar position to |
| 8 | | specifically oversee condominiums; |
| 9 | (2) | Required licenses for individuals involved in the |
| 10 | | management of condominiums; |
| 11 | (3) | The availability of dedicated alternative dispute |
| 12 | | resolution or similar programs that are specifically |
| 13 | | for the prevention or resolution of condominium- |
| 14 | | related disputes and are separate from alternative |
| 15 | | dispute resolution programs available for other |
| 16 | | disputes; |
| 17 | (4) | Governmental regulation and enforcement of condominium |
| 18 | | operations and governance that are separate from an |
| 19 | | ombudsman referenced in paragraph (1); |
| 20 | (5) | Requirements for owner education at the point of sale |
| 21 | | of a unit; and |

2024-2573 SB2726 HD1 HMS0

Page 3



| 1 | (6) | Requirements for owner access to condominium |
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| 2 | | documents. |
| 3 | (b) | To the extent feasible, each subject shall include: |
| 4 | (1) | Descriptive information detailing the approach of each |
| 5 | | jurisdiction; |
| 6 | (2) | Identified strengths and weaknesses of each particular |
| 7 | | approach; and |
| 8 | (3) | Identified best practices in the jurisdiction. |
| 9 | (c) | The jurisdictions to be studied shall be: |
| 10 | (1) | California; |
| 11 | (2) | Delaware; |
| 12 | (3) | Florida; |
| 13 | (4) | Massachusetts; |
| 14 | (5) | Nevada; and |
| 15 | (6) | Any other jurisdiction deemed relevant by the |
| 16 | | legislative reference bureau. |
| 17 | (d) | The legislative reference bureau shall submit the |
| 18 | report to | the legislature and the condominium property regime |
| 19 | task force | e no later than twenty days prior to the convening of |
| 20 | the regular session of 2026. | |

2024-2573 SB2726 HD1 HMS0

Page 4

S.B. NO. 2726 S.D. 2 H.D. 1

SECTION 3. Act 189, Session Laws of Hawaii 2023, section 1 2 3, is amended by amending subsections (e) and (f) to read as 3 follows: 4 "(e) The task force shall submit a final report of its 5 findings and recommendations, including any proposed 6 legislation, to the legislature no later than [twenty days prior 7 to the convening of the regular session of 2025.] June 30, 2026. 8 (f) The task force shall cease to exist on June 30, 9 [2025.] 2026." 10 SECTION 4. There is appropriated out of the general 11 revenues of the State of Hawaii the sum of \$ or so much 12 thereof as may be necessary for fiscal year 2024-2025 for the 13 legislative reference bureau to conduct a study of condominium 14 subjects in other states as specified in section 2 of this Act. 15 The sum appropriated shall be expended by the legislative 16 reference bureau for the purposes of this Act. 17 SECTION 5. In accordance with section 9 of article VII, of 18 the Constitution of the State of Hawaii and sections 37-91 and 37-93, Hawaii Revised Statutes, the legislature has determined 19 20 that the appropriation contained in this Act will cause the 21 state general fund expenditure ceiling for fiscal year 2024-2025

2024-2573 SB2726 HD1 HMS0

Page 5



1 to be exceeded by \$, or per cent. The reasons
2 for exceeding the general fund expenditure ceiling are that the
3 appropriation made in this Act is necessary to serve the public
4 interest and to meet the needs provided for by this Act.

SECTION 6. The legislative reference bureau may contract
the services of a consultant with the funds appropriated in
section 4 of this Act. The contracting of services under this
Act shall be exempt from chapter 103D, Hawaii Revised Statutes.
SECTION 7. Statutory material to be repealed is bracketed
and stricken. New statutory material is underscored.
SECTION 8. This Act shall take effect on July 1, 3000.





Report Title:

Condominium Property Regime Task Force; LRB; Study; Report; Appropriation; Expenditure Ceiling

Description:

Requires the Legislative Reference Bureau to conduct a study on how certain other states approach the following subjects as they relate to condominiums: an ombudsman, licenses for management, alternative dispute resolution, governmental regulation, owner education, and owner access to documents. Extends the deadline for the final report and the cease date for the Condominium Property Regime Task Force to 6/30/2026. Appropriates funds. Effective 7/1/3000. (HD1)

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

2024-2573 SB2726 HD1 HMS0