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# A BILL FOR AN ACT

RELATING TO HOUSING.

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

1           SECTION 1. Section 201H-181, Hawaii Revised Statutes, is  
2 amended by amending its title and subsections (a) through (b) to  
3 read as follows:

4           "~~§~~201H-181~~§~~ **Rent-to-own program.** (a) The  
5 corporation may establish a rent-to-own program under which  
6 dwelling units that are for sale:

7           (1) In fee simple; or

8           (2) Leasehold on state or county land under a lease with  
9           an initial term of not less than ninety-nine years,

10 may be rented to program participants. Under this program, the  
11 corporation shall credit a portion of the rent received toward  
12 the purchase of the unit.

13           (b) The sales price shall be established at the beginning  
14 of the rental term and shall remain fixed for the first [~~five~~]  
15 ten years after the rental agreement is executed. During this  
16 period, the participant shall have the option of purchasing the  
17 unit at the designated sales price. If the participant does not



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1 elect to purchase the unit within the [~~five-year~~] ten-year  
2 period, the renter shall forfeit the right to continue living in  
3 the unit and the unit shall be made available to another  
4 purchaser or renter."

5 SECTION 2. Statutory material to be repealed is bracketed  
6 and stricken. New statutory material is underscored.

7 SECTION 3. This Act shall take effect upon its approval.

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INTRODUCED BY: \_\_\_\_\_



JAN 17 2025



# H.B. NO. 525

**Report Title:**

Housing; Rent-to-Own Program; Fee Simple; Leasehold

**Description:**

Clarifies that the dwelling units eligible for the Rent-to-Own Program shall be units that are for sale in fee simple or leasehold on state or county land under a lease with an initial term of not less than ninety-nine years. Increases the time period that the sales price of dwelling units under the Rent-to-Own Program shall remain fixed from five years to ten years after the rental agreement is executed.

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

