## A BILL FOR AN ACT

RELATING TO HOTELS.

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

- 1 SECTION 1. The legislature finds that tourism is a major
- 2 contributor to the State's economy. Travelers come from around
- 3 the globe to experience Hawaii's natural beauty, culture, and
- 4 diversity.
- 5 The legislature further finds that travelers staying at
- 6 hotels are vulnerable to disruptions to accommodation services.
- 7 They are often unfamiliar with local conditions and lack
- 8 alternative accommodations during their stay. The legislature
- 9 also finds that hotel guests will frequently be unaware of pest
- 10 infestations; construction work; noisy demonstrations; work
- 11 stoppages, strikes, or lockouts; or the unavailability of
- 12 advertised amenities at the hotel when they make reservations
- 13 and may experience difficulty canceling their reservations upon
- 14 arriving and discovering such disruptions.
- 15 The legislature additionally finds that ensuring that hotel
- 16 quests are notified of any service disruption, or the
- 17 possibility of a service disruption, and are permitted to



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1	terminate	reservations	without	financial	consequences	is

- 2 essential to protect travelers from the effects of service
- 3 disruptions and to ensure the continued vitality of Hawaii's
- 4 tourism and hotel sector.

conditions;

reservation; and

- 5 Accordingly, the purpose of this Act is to:
- 6 (1) Require hotelkeepers to provide adequate notice of
  7 service disruptions to third-party vendors and
  8 prospective and current guests under certain
- 10 (2) Prohibit hotelkeepers from imposing any fee, penalty,
  11 or other charge and from retaining any deposit of a
  12 guest who cancels a reservation if a service
  13 disruption is likely to exist during the period of the
- 15 (3) Require any hotelkeeper that violates or causes
  16 another person to violate this Act to forfeit to the
  17 injured party three times the amount of the sum
  18 charged in excess of what the hotelkeeper is entitled
  19 to.

- 1 SECTION 2. Chapter 486K, Hawaii Revised Statutes, is 2 amended by adding a new section to be appropriately designated and to read as follows: 3 4 "§486K- Disruption of service; notice to third-party 5 vendors and guests required; damages recoverable. (a) Within 6 twenty-four hours of the occurrence of a service disruption, a 7 hotelkeeper shall provide, in all modifiable mediums where the 8 hotel advertises or solicits customers, or through which 9 customers can book or reserve rooms or hotel services, 10 notification of the service disruption to each third-party 11 vendor and guest who is seeking or has entered into a 12 reservation, booking, or agreement with the keeper or a thirdparty vendor for the use or occupancy of a room or hotel 13 14 service. The keeper shall provide notice before accepting or 15 entering into any new reservation, booking, or agreement for the 16 use of a room or hotel service; provided that if the circumstances of the service disruption make timely notification 17 18 impracticable, the keeper shall provide notice as soon as
- 20 (b) The notification shall describe:
- 21 (1) The nature of the service disruption;

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practicable.

1	(2)	The extent of the service disruption's effect on		
2		reservations, bookings, or agreements to use the room		
3		or hotel services; and		
4	(3)	The right of a guest to cancel or terminate the		
5		reservation, booking, or agreement for the use of the		
6		room or hotel services with a refund, if applicable,		
7		and without the imposition of any fee, penalty, or		
8		other charge pursuant to subsections (c) and (d).		
9	If the notification is included in a communication			
10	containing other information, the notification shall be in a			
11	significantly larger font and different color than the remainde			
12	of the co	mmunication.		
13	(c)	A keeper shall not impose any fee, penalty, or other		
14	charge or retain any deposit of a guest who cancels a			
15	reservation, booking, or agreement with the keeper for the			
16	future us	e of a room or hotel service if a service disruption is		
17	likely to	exist during the period of the reservation, booking,		
18	or agreement for the use of a room or hotel service.			
19	(d)	At the onset of a service disruption, the keeper shall		
20	immediately and clearly notify all guests and hotel service			
21	users of	the service disruption pursuant to subsections (a) and		

- 1 (b). A guest may terminate any remaining period of a
- 2 reservation, booking, or agreement for the use of a room or
- 3 hotel service and the keeper shall not impose any fee, penalty,
- 4 or other charge for the termination or retain any deposit
- 5 related to any unused portion of the period of the reservation,
- 6 booking, or agreement following the onset of the service
- 7 disruption.
- **8** (e) Any keeper that violates or causes another person to
- 9 violate this section shall forfeit to the injured party three
- 10 times the amount of the sum charged in excess of what the keeper
- 11 is entitled to.
- (f) For purposes of this section:
- "Hotel service" means work performed in connection with the
- 14 operation of a hotel, including but not limited to the letting
- 15 of guest rooms or meeting rooms, or the provision of food or
- 16 beverage services, banquet services, or spa services.
- 17 "Service disruption" means any of the following conditions
- 18 that substantially affects or is likely to substantially affect
- 19 a quest's use of a room or hotel service:
- 20 (1) Construction work in or directly related to the hotel
- 21 that creates excessive noise that is likely to

1		substantially disturb a guest, except construction
2		that is intended to correct an emergency condition or
3		other condition requiring immediate attention;
4	(2)	Conditions that the hotelkeeper is aware of that
5		indicate the presence in the hotel of any infestation
6		by bed bugs, lice or other insects, rodents or other
7		vermin capable of spreading disease or being carried,
8		including on one's person; provided that the
9		infestation has not been fully treated by a licensed
10		exterminator within twenty-four hours of the
11		identification of the infestation;
12	<u>(3)</u>	The unavailability, for a period of twenty-four hours
13		or more, of any advertised hotel amenity, including
14		but not limited to a pool, spa, shuttle service,
15		internet access, or food or beverage service;
16	(4)	The unavailability, for a period of twenty-four hours
17		or more, of any advertised room appliances or
18		technology, including but not limited to in-room
19		refrigerators or internet services;
20	<u>(5)</u>	The unavailability of any advertised or legally
21		required accessibility feature, including but not

1		limited to an elevator, wheelchair lift, ramp, or	
2		accessible bathroom in the room or in any common area	
3	of the hotel;		
4	<u>(6)</u>	The unavailability, for a period of twenty-four hours	
5		or more, of any utility, including but not limited to	
6		gas, water, or electricity when the unavailability	
7		affects only the location of the hotel; or	
8	<u>(7)</u>	Any strike, lockout, or picketing activity or other	
9		demonstration or event occurring for a calendar day or	
10		more at or near the hotel.	
11	"Thi	rd-party vendor" means a vendor with which a	
12	hotelkeeper has an arrangement for third-party room reservations		
13	or any other entity that has reserved or entered into an		
14	agreement or booking for the use or occupancy of one or more		
15	rooms in a hotel in furtherance of the business of reselling the		
16	rooms to	rooms to guests."	
17	SECT	ION 3. This Act does not affect rights and duties that	
18	matured,	penalties that were incurred, and proceedings that were	
19	begun bef	ore its effective date.	
20	SECTION 4. This Act shall not be applied so as to impair		
21	any contr	act existing as of the effective date of this Act in a	

- 1 manner violative of either the Constitution of the State of
- 2 Hawaii or article I, section 10, of the United States
- 3 Constitution.
- 4 SECTION 5. New statutory material is underscored.
- 5 SECTION 6. This Act shall take effect upon its approval.

## Report Title:

Hotels; Hotel Services; Service Disruption; Third-Party Vendor; Guests; Notice; Violation; Penalty

## Description:

Requires hotelkeepers to provide adequate notice of service disruptions to third-party vendors and prospective and current guests under certain conditions. Prohibits hotelkeepers from imposing any fee, penalty, or other charge and from retaining any deposit of a guest who cancels a reservation if a service disruption is likely to exist during the period of the reservation. Requires any hotelkeeper that violates or causes another person to violate this Act to forfeit to the injured party three times the amount of the sum charged in excess of what the hotelkeeper is entitled. (SD1)

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