

JAN 17 2024

A BILL FOR AN ACT

RELATING TO SECURITY DEPOSITS.

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

1 SECTION 1. Chapter 521, Hawaii Revised Statutes, is
2 amended by adding a new section to part IV to be appropriately
3 designated and to read as follows:

4 "§521- Security deposit alternatives. Upon a tenant's
5 request, a landlord that requires a security deposit as a
6 condition of a rental agreement pursuant to section 521-44(b),
7 shall offer to accept at least one of the following in lieu of
8 the required security deposit:

9 (1) Rental security insurance; provided that:

10 (A) The insurance provider is an approved carrier
11 licensed by, and in good standing with, the
12 insurance division of the department of commerce
13 and consumer affairs;

14 (B) The coverage is effective upon the payment of the
15 first premium and remains effective for the
16 entire lease term; and



S.B. NO. 2126

Report Title:

Security Deposit Alternatives; Rental Security Insurance;
Security Deposit Installments; Residential Landlord-Tenant Code

Description:

Requires a landlord to accept either rental security insurance or security deposit installment payments in lieu of a traditional security deposit, upon a tenant's request.

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

