### LAWS AND RULES REVIEW COMMITTEE

REAL ESTATE COMMISSION

Professional and Vocational Licensing Division Department of Commerce and Consumer Affairs State of Hawaii

www.hawaii.gov/hirec

### MINUTES OF MEETING

The agenda for this meeting was filed with the Office of the Lieutenant Governor, as required by Section 92-7(b), Hawaii Revised Statutes.

Date: Wednesday, August 8, 2012

Time: 9:00 a.m.

Place: Queen Liliuokalani Conference Room

King Kalakaua Building

335 Merchant Street, First Floor

Honolulu, Hawaii

Present: Frances Gendrano, Chair, Broker/Honolulu Commissioner

Rowena Cobb, Vice Chair, Broker/Kauai Commissioner

Walt Harvey, Broker/Honolulu Commissioner Stanley Kuriyama, Broker/Honolulu Commissioner

Scott Sherley, Broker/Hawaii Commissioner Nikki Senter, Public/Honolulu Commissioner Aileen Wada, Broker/Honolulu Commissioner Bruce Faulkner, Broker/Maui Commissioner Scott Arakaki, Public/Honolulu Commissioner

Neil Fujitani, Supervising Executive Officer

Miles Ino, Executive Officer

Diane Choy Fujimura, Senior Real Estate Specialist

David Grupen, Real Estate Specialist Amy Endo. Real Estate Specialist

Cynthia Yee, Senior Condominium Specialist Cheryl Leong, Condominium Specialist Benedyne Stone, Condominium Specialist Shari Wong, Deputy Attorney General Lesley Matsumoto, Recording Secretary

Others: Aron Espinueva, Hawaii Association of REALTORS®

Deane Endo

Myoung Oh, Hawaii Association of REALTORS® Suzanne Young, Honolulu Board of Realtors

Beth Holiday, Inner Dynamics

Marsha Shimizu, Hawaii Association of REALTORS®

Call to Order: The Chair called the meeting to order at 9:01 a.m., at which time quorum was

established.

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Chair's Report:

The Chair announced that the Commission may move into executive session to consider and evaluate personal information relating to individuals applying for licensure in accordance with Section 92-5(a)(1), HRS, and/or to consult with the Commission's attorney on questions and issues pertaining to the Commission's powers, duties, privileges, immunities, and liabilities in accordance with Section 92-5(a)(4), HRS.

SEO's Report: SEO Fujitani introduced and welcomed Commissioner Scott Arakaki, as the interim Honolulu Public Member to the Commission. He was appointed by the Governor to serve beginning July 25, 2012 until June 30, 2016.

## **Minutes of Previous Meetings**

Upon a motion by Commissioner Harvey, seconded by Commissioner Sherley, it was voted on and unanimously carried to accept the minutes of the July 11, 2012, Laws and Rules Review Committee meeting as amended.

## Program of Work:

### **Legislative Acts and Resolutions**

The Chair stated that Act 247 and Act 248 relating to Professional and Vocational Licensing was signed into law on July 6, 2012.

Act 247 establishes procedures for a nonresident military spouse to receive a license by endorsement or reciprocity, permits the issuance of a temporary license.

Act 248 requires the Commission to consider relevant military education, training, and service as part of the evaluation process toward the qualifications of a license.

The Chair asked if the Commission had any comments to report back to the Licensing Administrator. The Commission understands that both Acts 247 and 248 will not affect the way individuals are currently licensed under the current laws and rules and have no comment or input.

The Chair stated that Act 257 relating to Real Estate Brokers and Salespersons was signed into law on July 6, 2012. Act 257 requires the Commission to consider whether a licensee relied in good faith on information provided by other persons or third parties.

The Chair stated that Act 326 relating to Taxation was signed into law on July 10, 2012. Act 326 requires any operator of a transient accommodation to designate a local contact residing on the same island as the transient accommodation and also requires that all advertisements and solicitations on websites for transient accommodations display registration identification numbers. The act has a repeal date of December 31, 2015.

The Chair asked if the Commission had any concerns. Commissioner Sherley responded that in the Governor's Message No. 1443, it reiterates the above-stated requirements but concerns have been expressed that condominium associations will be subject to penalties under section 231-35, HRS, for not providing relevant information that is not maintained in the records.

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> Commissioner Sherley stated that some neighbor island representatives for vacation rentals are providing cleaning people as an island representative and many vacation rental companies are interpreting the Act differently.

# **Licensing Renewal**

Real Estate Specialist Grupen stated that staff will be available at the quarterly broker meetings to discuss the online renewal system along with the online CE system as follows:

- Big Island, Kona Monday, August 20, 2012;
- Maui Thursday, September 13, 2012;
- 's

	<ul> <li>Kauai – Friday, September 14, 2012; and</li> <li>Honolulu – Friday, September 14, 2012 at Honolulu Board of Realtor's open house.</li> </ul>
ARELLO, Other Organizations And Jurisdictions:	No report presented.
Special Issues:	None.
Budget and Finance Report:	No report presented.
Next Meeting:	Wednesday, September 12, 2012 9:30 a.m. Hawaii Innovation Center at Hilo 117 Keawe Street Hilo, Hawaii
Adjournment:	With no further business to discuss, the Chair adjourned the meeting at 9:15 a.m.
Reviewed and approv	ed by:
/s/ Neil Fujitani	
Neil Fujitani Supervising Executive	Officer
August 10, 2012	
Date	
[X] Approved as i Approved with	s. a amendments. See minutes of meeting.