STAND. COM. REP. NO. [37]

Honolulu, Hawaii

, 2025

FEB 04

RE: H.B. No. 1409 H.D. 1

Honorable Nadine K. Nakamura Speaker, House of Representatives Thirty-Third State Legislature Regular Session of 2025 State of Hawaii

Madame:

Your Committee on Housing, to which was referred H.B. No. 1409 entitled:

"A BILL FOR AN ACT RELATING TO TRANSIT-ORIENTED DEVELOPMENT,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Define transit-oriented development for purposes of state implementation of transit-oriented development;
- (2) Incentivize development in county-designated transitoriented development areas; and
- (3) Allocate a minimum percentage of the Rental Housing Revolving Fund for certain mixed-income rental housing projects or units.

Your Committee received testimony in support of this measure from the Hawaii Housing Finance and Development Corporation; Office of Planning and Sustainable Development; Hawaii Appleseed Center for Law & Economic Justice; Hawaii YIMBY; Grassroot Institute of Hawaii; Holomua Collaborative; and Housing Hawaii's Future. Your Committee received comments on this measure from the Department of Planning and Permitting of the City and County of Honolulu and one individual.

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Your Committee finds that the State's housing crisis is exacerbated by a significant demand-supply imbalance, particularly in urban areas. Your Committee further finds that transit-oriented development offers a critical solution by promoting higher-density housing near public transit. Transit-oriented development not only enhances public transit ridership and reduces greenhouse gas emissions, but also supports economic equity by improving access to housing, employment, and essential services for low- and moderate-income households. This measure encourages strategic investment in regional infrastructure and the removal of restrictive development standards that will foster vibrant, walkable communities and reduce the urban sprawl.

Your Committee has amended this measure by:

- (1) Deleting language that would have required development in a county-designated transit-oriented development zone to have priority for financing under certain circumstances and instead including these requirements under the definition of "transit-supportive density";
- (2) Clarifying the types of mixed-income rental projects in an area that satisfies transit-supportive density requirements that receive prioritized funding from the Rental Housing Revolving Fund;
- (3) Changing the effective date to July 1, 3000, to encourage further discussion; and
- (4) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Housing that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1409, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1409, H.D. 1, and be referred to your Committee on Water & Land.

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Respectfully submitted on behalf of the members of the Committee on Housing,

VKC.

LUKE A. EVSLIN, Chair

State of Hawaii House of Representatives

Record of Votes of the Committee on Housing

Bill/Resolution No.: HB 1409	Committee HSG ₁ V	e Referral: VAL, FIN	Date	1/29/	25
☐ The committee is reconsidering its previous decision on the measure.					
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)					
HSG Membe	ers	Ayes	Ayes (WR)	Nays	Excused
1. EVSLIN, Luke A. (C)					
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2. MIYAKE, Tyson K. (VC				Togrand Commence of the	77
3. COCHRAN, Elle		Taka da	Guide ASA COMPANIA For the Cartes Companies		
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4. GRANDINETTI, Tina N	akada				
5. KILA, Darius K.	200 July 200 March 1997	-		A17	AVII NE 100
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7. LA CHICA, Trish					
8. MURAOKA, Christophe	r I .				
9. PIERICK, Elijah			<u> </u>		
TOTAL (9)		1	0	l	
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)					
Vice Chair's or designee's signature:					
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO					