STAND. COM. REP. NO. 1528

Honolulu, Hawaii

APR 0 2 2025

RE: H.B. No. 431 H.D. 2 S.D. 2

Honorable Ronald D. Kouchi President of the Senate Thirty-Third State Legislature Regular Session of 2025 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred H.B. No. 431, H.D. 2, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO HOUSING,"

begs leave to report as follows:

The purpose and intent of this measure is to appropriate moneys for housing programs.

More specifically, the measure appropriates moneys to:

- (1)The Office of the Governor for the continued implementation of the Kauhale Initiative and Ohana Zones Pilot Program; and
- (2) The Hawaii Housing Finance and Development Corporation for the development of supportive housing projects and the provision of supportive services for certain households in the supportive housing projects.

Your Committee received written comments in support of this measure from the Office of the Governor, Department of Human Services, Hawaii Housing Finance and Development Corporation, State Council on Developmental Disabilities, Statewide Office on Homelessness and Housing Solutions, County of Hawaii Office of Housing and Community Development, Ava Sofia Foundation DBA Autism

HB431 SD2 SSCR LRB 25-1604.docx

STAND. COM. REP. NO. 1528 Page 2

Moms of Kona, Catholic Charities Hawaii, Easterseals Hawaii, Full Life, Hawaii Community Foundation, Hawaii Substance Abuse Coalition, Kokua Kona, Maui Chamber of Commerce, Pacific Housing Assistance Corporation, and six individuals.

Your Committee finds that Hawaii has the highest homelessness rate per capita in the United States. Your Committee also finds that there is a need for affordable housing that includes access to services for special needs populations. Your Committee recognizes that the Kauhale Initiative and Ohana Zones Pilot Program have successfully helped address homelessness in the State, and that the appropriations in this measure will continue to support these critical programs. Your Committee further recognizes that the appropriation to the Hawaii Housing Finance and Development Corporation in this measure will enable the development of supportive housing units for households with special needs.

Your Committee has amended this measure by:

- Removing the preambles contained in sections 1 and 4 of the measure;
- (2) Requiring kauhale to be connected to public utilities;
- (3) Authorizing monthly rents of no more than thirty per cent of the area median income level to be charged for kauhale;
- (4) Changing the appropriation expending agency for the Kauhale Initiative and Ohana Zones Pilot Program from the Office of the Governor to the Department of Human Services; and
- (5) Making technical, nonsubstantive changes for purposes of clarity, consistency and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 431, H.D. 2, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 431, H.D. 2, S.D. 2.



STAND. COM. REP. NO. 1528 Page 3

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DONOVAN M. DELA CRUZ, Chai

HB431 SD2 SSCR LRB 25-1604.docx

The Senate Thirty-Third Legislature State of Hawaiʻi

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:			Date:	
HB431 HO2 SD1	HHS/HOU, WAM		Ч	3/28/25	
The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR) Nay	Excused
DELA CRUZ, Donovan M. (C)		$\overline{}$			
MORIWAKI, Sharon Y. (VC)		\times			
AQUINO, Henry J.C.		X			
DECOITE, Lynn		$\boldsymbol{\times}$			
ELEFANTE, Brandon J.C.		X			
HASHIMOTO, Troy N.		X			
INOUYE, Lorraine R.		$\boldsymbol{\times}$			
KANUHA, Dru Mamo		\times			
KIDANI, Michelle N.		X			
KIM, Donna Mercado		×			
LEE, Chris					X
WAKAI, Glenn		X			
FEVELLA, Kurt					\times
TOTAL		//	0	0	2
Recommendation:					
Chairs of Designee's Signature:					
Distribution: V Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only <u>one</u> measure per Record of Votes