

STAND. COM. REP. NO. 142

Honolulu, Hawaii

FEB 10 2025

RE: S.B. No. 826

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

Sir:

Your Committee on Housing, to which was referred S.B. No. 826
entitled:

"A BILL FOR AN ACT RELATING TO THE LOW-INCOME HOUSING TAX
CREDIT,"

begs leave to report as follows:

The purpose and intent of this measure is to clarify housing
developers that are eligible for the Low-Income Housing Tax Credit
(LIHTC).

Your Committee received comments on this measure from the
Department of Taxation and Tax Foundation of Hawaii.

Your Committee finds that LIHTC represents a subsidy for the
portion of the total development costs for a housing project.
However, as LIHTC is reserved exclusively for housing developments
offered to residents that make a certain percentage of the area
median income, LIHTC is not suitable for all forms of development.
Therefore, this measure ensures effective utilization of LIHTC to
support housing development in the State.

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 S.B. No. 826
and recommends that it pass Second Reading and be referred to your
Committee on Ways and Means.



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


STANLEY CHANG, Chair



Record of Votes Committee on Housing HOU

*Only one measure per Record of Votes