A BILL FOR AN ACT

RELATING TO HOUSING.

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

1	SECTION 1. Section 201G-432, Hawaii Revised Statutes, is
2	amended by amending subsection (e) to read as follows:
3	"(e) Moneys available in the fund shall be used for the
4	purpose of providing, in whole or in part, loans or grants for
5	rental housing projects [in the following order of priority:
6	(1) Projects or units in projects that are allocated
7	low-income housing credits pursuant to the state
8	housing credit ceiling under section 42(h) of the
9	Internal Revenue Code of 1986, as amended, or projects
10	or units in projects that are funded by programs of
11	the United States Department of Housing and Urban
12	Development and United States Department of
13	Agriculture Rural Development wherein:
14	(A) At-least fifty per cent of the available units
15	are for persons and families with incomes at or
16	below eighty per cent of the median family income
17	of which at least five per cent of the available
18	units are for persons and families with incomes

1	at (or below thirty per cent of the median family
2	inco	ome;—and
3	(B) The	remaining units are for persons and families
4	with	n incomes at or below one hundred per cent of
5	the	median family income; provided that the
6	admi	nistration may establish rules to ensure full
7	occt	apancy of fund projects; and
8	(2) Mix e	ed-income rental projects or units in a mixed-
9	income re	ental project wherein all of the available
10	units arc	e for persons and families with incomes at or
11	below onc	hundred forty per cent of the median family
12	income.	that provide affordable rental units for
13	families	earning up to one-hundred forty per cent of
14	the area	median income as determined by the United
15	States De	epartment of Housing and Urban Development."
16	SECTION 2. Ac	et 196, Session Laws of Hawaii 2005, is
17	amended by amending	section 41 to read as follows:
18	"SECTION 41.	This Act shall take effect on July 1, 2005;
19	provided that:	
20	(1) Sections	20, 21, 22, 23, 24, 25, 26, 27, 28, 29, and
21	30 shall	take effect on July 1, 2006;

1	(2)	Section 37 shall take effect upon the date specified
2		by the governor pursuant to the notice provided under
3		section 36 of this Act if, prior to July 1, 2007, the
4		United States Department of Housing and Urban
5		Development declares the [housing and community
6		development corporation of Hawaii] Hawaii housing
7		finance and development administration to be in
8		substantial default of the Memorandum of
9		[Understanding] Agreement dated September 30, 2004;
10		and
11	(3)	Sections 36 and 37 shall be repealed on [July 1, 2007;
12		and
13	(4)	Section 5 shall be repealed on June 30, 2010, and
14		section 201G-432, Hawaii Revised Statutes, shall be
15		reenacted in the form in which it read on the day
16		prior to the effective date of this Act.]
17		July 1, 2007."
18	SECT	ION 3. Statutory material to be repealed is bracketed
19	and stric	ken. New statutory material is underscored.
20	SECT:	ION 4. This Act shall take effect on July 1, 2050.

582318,501

Report Title:

Housing; Rental Housing Trust Fund

Description:

Allows funds from the rental housing trust fund to be used for projects for families who earn up to 140 percent of the area median income. (SD1)