STAND. COM. REP. NO.

175

Honolulu, Hawaii

FEB 1 2 2007

RE: S.B. No. 614

S.D. 1

Honorable Colleen Hanabusa President of the Senate Twenty-Fourth State Legislature Regular Session of 2007 State of Hawaii

Madam:

Your Committees on Education and Commerce, Consumer Protection, and Affordable Housing, to which was referred S.B. No. 614 entitled:

"A BILL FOR AN ACT RELATING TO TEACHER HOUSING,"

beg leave to report as follows:

The purpose of this measure is to provide affordable housing to public school teachers through the establishment of an affordable housing program and a Second Mortgage Revolving Trust Fund and to appropriate funds for that purpose.

Testimony in support of this measure was submitted by the Department of Education, the Hawaii State Teachers Association, and one individual. Testimony in opposition to this measure was submitted by the Department of Budget and Finance.

Your Committees find that the ability to recruit and retain qualified teachers for our public school system is a challenging endeavor, particular during times of teacher shortages. The high cost of living in Hawaii, including the high cost of housing and the lack of available housing especially in geographically isolated areas, all conspire to exacerbate the teacher shortage problem. Your Committees are committed to growing and investing in a qualified teacher workforce and believe that innovative ideas must be entertained to recruit and retain qualified teachers. The provision of assistance to public school teachers to obtain affordable housing provides a highly desirable incentive that

would demonstrate the State's commitment to providing qualified teachers for our schools.

This measure provides deferred-interest second mortgages to qualified teachers for the purchase of a home in an amount not to exceed \$125,000. Eligible teachers are required to be actively employed as full-time teachers in the public school system, who purchase property as their primary permanent residence, and who do not own any other real property. A revolving trust fund is also established to provide for these mortgages.

Your Committees understand that the responsibility for existing teacher housing will be transferred to the Department of Education on July 1, 2008, and that repair and maintenance for such housing must also be executed thereon. This measure also provides funding for the assessment on and repair and renovation of existing teacher housing. Additionally, in light of the impending transfer of existing teacher housing in 2008, your Committees believe that delayed commencement of the program established under this Act may be appropriate to allow the Department of Education to be prepared to fully assume all responsibilities associated with its teacher housing programs.

Accordingly, your Committees have amended this measure by:

- (1) Changing the effective date of the Act to July 1, 2008; and
- (2) Making technical, nonsubstantive changes for purposes of clarity and style.

As affirmed by the records of votes of the members of your Committees on Education and Commerce, Consumer Protection, and Affordable Housing that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 614, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 614, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committees on Education and Commerce, Consumer Protection, and Affordable Housing,

BRIAN T. TANIGUCHI, Chair

NORMAN SAKAMOTO, Cha

The Senate Twenty-Fourth Legislature State of Hawaii

Record of Votes Committee on Education EDU

Bill / Resolution No.:*	Committee Referral: Date:							
83614	EDU/CPH, WALK		qu	02/02/07				
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			
SAKAMOTO, Norman (C)		X						
TOKUDA, Jill N. (VC)		X 2000						
CHUN OAKLAND, Suzanne				X				
HEE, Clayton					X			
NISHIHARA, Clarence K.		<u> X</u>						
TANIGUCHI, Brian T.		Χ						
GABBARD, Mike		Χ						
	190 -2 : 85:18201572-000032							
TOTAL		5			2			
Recommendation: Adopted Not Adopted								
Chair's or Designee's Signature:								
Distribution: Original Yellow Pink File with Committee Report Clerk's Office Drafting Agency								

The Senate Twenty-Fourth Legislature State of Hawaii

Record of Votes Committee on Commerce, Consumer Protection and Affordable Housing CPH

	Sill / Resolution No.:* Committee Referral: Date: SB 614 EDU/CPH, WAM 2/2/07							
SB 614	5B 614 EDU/CPH, WAM 2/2/07							
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			
TANIGUCHI, Brian T. (C)								
IGE, David Y. (VC)								
ESPERO, Will								
IHARA, Jr., Les	Intel Berlinten Cold of Co							
SAKAMOTO, Norman								
SLOM, Sam								
TOTAL		3		/	2			
Recommendation: Adopted Not Adopted								
Chair's or Designee's Signature:								
Distribution: Original Yellow Pink File with Committee Report Clerk's Office Drafting Agency								

^{*}Only one measure per Record of Votes