A BILL FOR AN ACT

RELATING TO AFFORDABLE HOUSING.

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

- 1 SECTION 1. Section 46-14.5, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "§46-14.5 Land use density and infrastructure; low-income rental units. Notwithstanding any other law to the contrary, 4 5 the counties are authorized to provide flexibility in land use 6 density provisions and public facility requirements to encourage 7 the development of any rental housing project where at least [a portion] fifty per cent of the rental units are set aside for 8 9 persons and families with incomes at or below [one hundred 10 forty] eighty per cent of the area median family income[, of 11 which twenty per cent are set aside for persons and families 12 with incomes at or below eighty per cent of the area median 13 family income]." 14 SECTION 2. Section 201H-57, Hawaii Revised Statutes, is 15 amended by amending subsection (b) to read as follows: 16 "(b) For the purposes of this section: 17 "Affordable housing" means housing that is affordable to 18 households with incomes at or below [one hundred forty] eighty
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- 1 per cent of the [median family] area median income as determined
- 2 by the United States Department of Housing and Urban
- 3 Development.
- 4 "Qualified nonprofit organization" means any private entity
- 5 that is organized and operated:
- **6** (1) In accordance with section 501(c)(3) of the Internal
- Revenue Code of 1986, as amended; and
- **8** (2) For the purpose of providing affordable housing
- 9 through long-term, renewable, and transferable
- 10 leases."
- 11 SECTION 3. Statutory material to be repealed is bracketed
- 12 and stricken. New statutory material is underscored.
- 13 SECTION 4. This Act shall take effect upon its approval.

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Report Title:

Affordable Housing

Description:

Increases the number of eligible households: (1) under which the counties may provide flexibility in land use density provisions and public facility requirements, and (2) to which the housing finance and development corporation may lease land for \$1 per year to nonprofit organizations that provide affordable housing, by lowering threshold income limits from 140% to 80% of median incomes.