## A BILL FOR AN ACT

RELATING TO HOUSING DEVELOPMENT.

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

1 SECTION 1. Section 206E-4, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "\$206E-4 Powers; generally. Except as otherwise limited 4 by this chapter, the authority may: 5 Sue and be sued; (1)6 (2) Have a seal and alter the same at pleasure; 7 (3) Make and execute contracts and all other instruments 8 necessary or convenient for the exercise of its powers 9 and functions under this chapter; 10 (4) Make and alter bylaws for its organization and 11 internal management; 12 Make rules with respect to its projects, operations, (5) properties, and facilities, which rules shall be in 13 14 conformance with chapter 91; 15 (6) Through its executive director appoint officers, 16 agents, and employees, prescribe their duties and

\*SB2408 SD1.DOC\*

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              qualifications, and fix their salaries, without regard
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              to chapter 76;
3
              Prepare or cause to be prepared a community
         (7)
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              development plan for all designated community
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              development districts;
6
         (8)
              Acquire, reacquire, or contract to acquire or
7
              reacquire by grant or purchase real, personal, or
8
              mixed property or any interest therein; to own, hold,
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              clear, improve, and rehabilitate, and to sell, assign,
10
              exchange, transfer, convey, lease, or otherwise
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              dispose of or encumber the same;
12
         (9)
              Acquire or reacquire by condemnation real, personal,
13
              or mixed property or any interest therein for public
14
              facilities, including but not limited to streets,
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              sidewalks, parks, schools, and other public
16
              improvements;
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              By itself, or in partnership with qualified persons,
        (10)
18
              acquire, reacquire, construct, reconstruct,
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              rehabilitate, improve, alter, or repair or provide for
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              the construction, reconstruction, improvement,
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              alteration, or repair of any project; own, hold, sell,
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              assign, transfer, convey, exchange, lease, or
    SB2408 SD1.DOC
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\*SB2408 SD1.DOC\*
\*SB2408 SD1.DOC\*

1		otherwise dispose of or encumber any project, and in
2		the case of the sale of any project, accept a purchase
3		money mortgage in connection therewith; and repurchase
4		or otherwise acquire any project which the authority
5		has theretofore sold or otherwise conveyed,
6		transferred, or disposed of;
7	(11)	Arrange or contract for the planning, replanning,
8		opening, grading, or closing of streets, roads,
9		roadways, alleys, or other places, or for the
10		furnishing of facilities or for the acquisition of
11		property or property rights or for the furnishing of
12		property or services in connection with a project;
13	(12)	Grant options to purchase any project or to renew any
14		lease entered into by it in connection with any of its
15		projects, on such terms and conditions as it deems
16		advisable;
17	(13)	Prepare or cause to be prepared plans, specifications,
18		designs, and estimates of costs for the construction,
19		reconstruction, rehabilitation, improvement,
20		alteration, or repair of any project, and from time to
21		time to modify such plans, specifications, designs, or
22		estimates;
	SB2408 SD	1.DOC

1	( 1 4 )	Provide advisory, consultative, training, and
2		educational services, technical assistance, and advice
3		to any person, partnership, or corporation, either
4		public or private, to carry out the purposes of this
5		chapter, and engage the services of consultants on a
6		contractual basis for rendering professional and
7		technical assistance and advice;
8	(15)	Procure insurance against any loss in connection with
9		its property and other assets and operations in such
10		amounts and from such insurers as it deems desirable;
11	(16)	Contract for and accept gifts or grants in any form
12		from any public agency or from any other source;
13	(17)	Do any and all things necessary to carry out its
14		purposes and exercise the powers given and granted in
15		this chapter; and
16	(18)	Allow satisfaction of [any] fifty per cent of the
17		affordable housing requirements imposed by the
18		authority upon any proposed development project
19		through the construction of or by causing to be
20		constructed substitute reserved housing, as defined in
21		section 206E-101, by a person [on]:

\*SB2408 SD1.DOC\*
\*SB2408 SD1.DOC\*

1	_(	$\overline{\text{A})}$ On land located outside the geographic boundaries
2		of the authority's jurisdiction;
3	<u>(</u>	B) On a one-unit-for-one-unit basis; and
4	_(	C) At the person's own cost;
5	ŗ	provided that the authority shall not permit any
6	ŗ	person to make cash payments in lieu of providing
7	r	reserved housing, except to account for any fractional
8	U	unit that results after calculating the percentage
9	r	requirement against residential floor space or total
10	r	number of units developed. The [substituted]
11	<u>s</u>	substitute reserved housing units shall be located on
12	<u>1</u>	ands controlled by the department of Hawaiian home
13	<u>1</u>	ands that are situated on the same island as the
14	C	development project and shall be substantially equal
15	i	n value to the required reserved housing units that
16	$\overline{\nu}$	were to be developed [ <del>on site. The authority shall</del>
17	€	establish the following priority in the development of
18	Ť	reserved housing:
19	-(	A) Within the community development district;
20	-(	B) Within areas immediately surrounding the
21		community development district;
22	SB2408 SD1.	C) Areas within the central urban core;

1	(D) In outlying areas within the same island as the
2	development project.
3	within the geographic boundaries of the authority's
4	jurisdiction.
5	The development of substitute reserved housing
6	shall be undertaken only in accordance with a request
7	for those substitute reserved housing units submitted
8	by the department of Hawaiian home lands. All other
9	substitute reserved housing units shall be constructed
10	within the community development district where the
11	proposed development project is located.
12	The Hawaii community development authority
13	[shall] may adopt rules relating to the [approval]
14	<u>development</u> of <u>substitute</u> reserved housing <u>units</u> that
15	are [developed] constructed outside of a community
16	development district. [The rules shall include, but
17	are not limited to, the establishment of guidelines to
18	ensure compliance with the above priorities.]"
19	SECTION 2. Statutory material to be repealed is bracketed
20	and stricken. New statutory material is underscored.
21	SECTION 3. This Act shall take effect upon its approval.
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SB2408 SD1.DOC \*SB2408 SD1.DOC\* \*SB2408 SD1.DOC\*

## Report Title:

Hawaii Community Development Authority; Substitute Reserved Housing; Department of Hawaiian Home Lands

## Description:

Amends the criteria for approval by the Hawaii community development authority of substitute reserved housing projects to be constructed within and outside of the geographic boundaries of the authority's jurisdiction. (SD1)

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