## A BILL FOR AN ACT

RELATING TO THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY.

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

1	SECTION 1. The legislature finds that more reserved		
2	housing units are needed in the Kakaako mauka area. Time is		
3	critical in the development of housing projects and delays in		
4	obtaining the necessary approvals or the requirement of multiple		
5	governmental approvals may jeopardize projects. Currently,		
6	planned development projects requiring either a consolidation or		
7	subdivision of land must seek approvals from both the Hawaii		
8	community development authority and the city and county of		
9	Honolulu.		
10	The purpose of this Act is to authorize the Hawaii		
11	community development authority to process an application for		
12	subdivision and consolidation of land for a planned development		
13	project:		
14	(1) On a development lot between 20,000 and 80,000 square		
15	feet with at least twenty per cent of the total number		
16	of dwelling units in the project reserved for sale or		

1		rental to qualified persons as determined by the	
2		authority; and	
3	(2)	On a development lot greater than 80,000 square feet	
4		with at least twenty-five per cent of the total number	
5		of dwelling units in the project reserved for sale or	
6		rental to qualified persons as determined by the	
7		authority.	
8	SECTION 2. Chapter 206E, Hawaii Revised Statutes, is		
9	amended by adding a new section to be appropriately designated		
10	and to read as follows:		
11	" <u>§20</u>	6E- Planned development project; reserved housing;	
12	subdivisi	on and consolidation of land. (a) Every applicant for	
13	a planned	development containing multi-family dwelling units on	
14	development lots of between 20,000 and 80,000 square feet shall		
15	reserve at least twenty per cent of the total number of dwelling		
16	units in the project for sale or rental to qualified persons as		
17	determine	d by the authority.	
18	(b) Every applicant for a planned development containing		
19	multi-fam	ily dwelling units on development lots greater than	
20	80,000 square feet shall reserve at least twenty-five per cent		
21	of the to	tal number of dwelling units in the project for sale or	
22	rental to SB755 SD1 *SB755 SD *SB755 SD	1.DOC*	

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2	(c)	Notwithstanding any law to the contrary, the authority
3	shall pro	cess and take action on an application for subdivision
4	and conso	lidation of land for a planned development project:
5	(1)	On a development lot of between 20,000 to 80,000
6		square feet with at least twenty per cent of the total
7		number of dwelling units in the project reserved for
8		sale or rental to qualified persons as determined by
9		the authority; and
10	(2)	On a development lot greater than 80,000 square feet
11		with at least twenty-five per cent of the total number
12		of dwelling units in the project reserved for sale or
13		rental to qualified persons as determined by the
14		authority.
15	<u>(d)</u>	For any planned development project described in
16	subsectio	n (c), the following review periods shall apply:
17	(1)	Project eligibility review shall be completed by the:
18		(A) City and county of Honolulu and any other
19		governmental agency within thirty days; and
20		(B) Authority within forty-five days after receipt of
21		the application for a planned development, at

1		which time a written project eligibility
2		determination shall be issued to the applicant;
3	(2)	Action on the application for a planned development
4		shall be taken by the authority within forty-five days
5		after the date the authority issues a written project
6		eligibility determination; provided that the
7		application shall be deemed approved if no decision is
8		made by the authority in granting or denying the
9		application within the forty-five day time period; and
10	(3)	Action on the application for subdivision or
11		consolidation of land shall be taken by the authority
12		within ninety days after the date the application for
13		subdivision or consolidation is deemed complete by the
14		authority. If an applicant for a planned development
15		project described in subsection (c) requires
16		subdivision or consolidation approval, the application
17		for subdivision or consolidation shall be submitted
18		together with the planned development application.
19		The application shall be deemed approved if no
20		decision is made by the authority in granting or
21		denying the application within the ninety-day time
22		period.

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         (e) The authority shall adopt rules pursuant to chapter 91
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    for the purposes of this section."
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         SECTION 3. Section 206E-4, Hawaii Revised Statutes, is
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    amended to read as follows:
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         "$206E-4 Powers; generally. Except as otherwise limited
6
    by this chapter, the authority may:
7
         (1)
              Sue and be sued;
8
         (2)
              Have a seal and alter the same at pleasure;
9
         (3)
              Make and execute contracts and all other instruments
10
              necessary or convenient for the exercise of its powers
11
              and functions under this chapter;
12
              Make and alter bylaws for its organization and
         (4)
13
              internal management;
14
              Make rules with respect to its projects, operations,
         (5)
15
              properties, and facilities, which rules shall be in
16
              conformance with chapter 91;
17
              Through its executive director appoint officers,
         (6)
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              agents, and employees, prescribe their duties and
19
              qualifications, and fix their salaries, without regard
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              to chapter 76;
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\*SB755 SD1.DOC\*
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1 (7) Prepare or cause to be prepared a community 2 development plan for all designated community 3 development districts; 4 Acquire, reacquire, or contract to acquire or (8) 5 reacquire by grant or purchase real, personal, or 6 mixed property or any interest therein; to own, hold, 7 clear, improve, and rehabilitate, and to sell, assign, 8 exchange, transfer, convey, lease, or otherwise 9 dispose of or encumber the same; **10** (9) Acquire or reacquire by condemnation real, personal, 11 or mixed property or any interest therein for public **12** facilities, including but not limited to streets, 13 sidewalks, parks, schools, and other public 14 improvements; 15 By itself, or in partnership with qualified persons, (10)16 acquire, reacquire, construct, reconstruct, 17 rehabilitate, improve, alter, or repair or provide for 18 the construction, reconstruction, improvement, 19 alteration, or repair of any project; own, hold, sell, **20** assign, transfer, convey, exchange, lease, or 21 otherwise dispose of or encumber any project, and in 22 the case of the sale of any project, accept a purchase SB755 SD1.DOC

1		money mortgage in connection therewith; and repurchase
2		or otherwise acquire any project which the authority
3		has theretofore sold or otherwise conveyed,
4		transferred, or disposed of;
5	(11)	Arrange or contract for the planning, replanning,
6		opening, grading, or closing of streets, roads,
7		roadways, alleys, or other places, or for the
8		furnishing of facilities or for the acquisition of
9		property or property rights or for the furnishing of
10		property or services in connection with a project;
11	(12)	Grant options to purchase any project or to renew any
12		lease entered into by it in connection with any of its
13		projects, on such terms and conditions as it deems
14		advisable;
15	(13)	Prepare or cause to be prepared plans, specifications,
16		designs, and estimates of costs for the construction,
17		reconstruction, rehabilitation, improvement,
18		alteration, or repair of any project, and from time to
19		time to modify such plans, specifications, designs, or
20		estimates;
21	(14)	Provide advisory, consultative, training, and
22		educational services, technical assistance, and advice
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1		to any person, partnership, or corporation, ertner
2		public or private, in order to carry out the purposes
3		of this chapter, and engage the services of
4		consultants on a contractual basis for rendering
5		professional and technical assistance and advice;
6	(15)	Procure insurance against any loss in connection with
7		its property and other assets and operations in such
8		amounts and from such insurers as it deems desirable;
9	(16)	Contract for and accept gifts or grants in any form
10		from any public agency or from any other source;
11	(17)	Do any and all things necessary to carry out its
12		purposes and exercise the powers given and granted in
13		this chapter; [and]
14	(18)	Allow satisfaction of any affordable housing
15		requirements imposed by the authority upon any
16		proposed development project through the construction
17		of reserved housing, as defined in section 206E-101,
18		by a person on land located outside the geographic
19		boundaries of the authority's jurisdiction. Such
20		substituted housing shall be located on the same
21		island as the development project and shall be
22		substantially equal in value to the required reserved

SB755 SD1.DOC \*SB755 SD1.DOC\* \*SB755 SD1.DOC\*

1		housing units that were to be developed on site. The	
2		authority shall establish the following priority in	
3		the development of reserved housing:	
4		(A) Within the community development district;	
5		(B) Within areas immediately surrounding the	
6		community development district;	
7		(C) Areas within the central urban core;	
8		(D) In outlying areas within the same island as the	
9		development project.	
10		The Hawaii community development authority shall	
11		adopt rules relating to the approval of reserved	
12		housing that are developed outside of a community	
13		development district. The rules shall include, but	
14		are not limited to, the establishment of guidelines to	
15		ensure compliance with the above priorities $[-]$ ; and	
16	(19)	Process and take action on an application for	
17		subdivision and consolidation of land for a planned	
18		development project:	
19		(A) On a development lot of between 20,000 and 80,000	
20		square feet with at least twenty per cent of the	
21		total number of dwelling units in the project	

1		reserved for sale or rental to qualified persons
2		as determined by the authority; and
3	<u>(B)</u>	On a development lot greater than 80,000 square
4		feet with at least twenty-five per cent of the
5		total number of dwelling units in the project
6		reserved for sale or rental to qualified persons
7		as determined by the authority."
8	SECTION 4	. This Act does not affect rights and duties that
9	matured, penal	ties that were incurred, and proceedings that were
10	begun before i	ts effective date.
11	SECTION 5	. Statutory material to be repealed is bracketed
12	and stricken.	New statutory material is underscored.
13	SECTION 6	. This Act shall take effect upon its approval.

## Report Title:

Hawaii Community Development Authority; Planned Development; Reserved Housing

## Description:

Authorizes the Hawaii community development authority to process an application for subdivision and consolidation of land for planned development projects on development lots between 20,000 to 80,000 square feet with at least twenty per cent of the total number of dwelling units in the project reserved for sale or rental to qualified persons, and on development lots greater than 80,000 square feet with at least twenty-five per cent of the total number of dwelling units in the project reserved for sale or rental to qualified persons; requires the authority to adopt rules. (SD1)