STAND. COM. REP. NO.

1294

Honolulu, Hawaii

APR 0 9 2009

RE: H.B. No. 863

H.D. 1

S.D. 2

Honorable Colleen Hanabusa President of the Senate Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred H.B. No. 863, H.D. 1, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO ESTABLISHING A COUNTY TRANSIT ORIENTED DEVELOPMENT INFRASTRUCTURE REVOLVING FUND,"

begs leave to report as follows:

The purpose of this measure is to create a no-interest loan revolving fund to provide loans to the counties for infrastructure improvements that support transit-oriented development.

Specifically, this measure establishes the county infrastructure development revolving loan fund to be administered by the Director of Finance. The fund will provide no-interest loans to the counties for the development, pre-development, or construction of infrastructure projects to expedite the building of transit-oriented development, particularly those involving affordable housing and requires that the Director give first priority to projects that increase infrastructure capacity on a regional or collector system level, as opposed to those that only support capacities for a specific, limited number of properties.

The measure also allows an amount from the fund to be used for administrative expenses incurred by the Department of Finance other than day-to-day administrative expenses of projects. This measure also defines the term "infrastructure" and requires the Department of Finance to submit annual reports to the Legislature.

Your Committee received four written comments on this measure. The written comments may be reviewed on the Legislature's website.

Your Committee finds that the creation of this revolving fund will help to spur transit-oriented development along the mass transit corridor. However, upon further consideration, your Committee has amended this measure to limit the use of the revolving fund for affordable housing infrastructure only. Accordingly, your Committee has:

- (1) Inserted language throughout the measure to specify this limited use of the revolving fund only for affordable housing infrastructure; and
- (2) Deleted language regarding giving first priority to projects that increase infrastructure capacity on a regional or collector system level, as opposed to those that only support capacities for a specific, limited number of properties.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 863, H.D. 1, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 863, H.D. 1, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DONNA MERCADO KIM Chair

The Senate Twenty-Fifth Legislature State of Hawaii

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:		D	Date:	
HB 863 HD1501	TIA/E	DH, W	AM	APPIL 6	2009
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
KIM, Donna Mercado (C)					
TSUTSUI, Shan S. (VC)					
CHUN OAKLAND, Suzanne					· ·
ENGLISH, J. Kalani					
FUKUNAGA, Carol					
GALUTERIA, Brickwood			1111		
HEE, Clayton				was but the second	oczonnicznik vzpach polynomia
HOOSER, Gary L.					
KIDANI, Michelle N.					
KOKUBUN, Russell S.					
TOKUDA, Jill N. HEMMINGS, Fred					
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TOTAL		11		1	
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes