STAND. COM. REP. NO. 313

Honolulu, Hawaii FEB 2 0 2009

RE: S.B. No. 736 S.D. 1

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

Madam:

Your Committee on Education and Housing, to which was referred S.B. No. 736 entitled:

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

begs leave to report as follows:

The purpose of this measure is to provide incentives for the development of affordable housing.

Specifically, the measure amends section 46-14.5, Hawaii Revised Statutes, by requiring the counties to provide affordable housing incentives such as density bonuses, height waivers, cluster zoning, reduction of parking requirements, design and site flexibility, waiver of certain fees, and other county development requirements.

Testimony in support of this measure was submitted by two state agencies and four private organizations. Testimony in opposition was submitted by three private organizations. Comments were submitted by two county agencies and one private organization. Copies of written testimony are available for review on the Legislature's website.

Your Committee finds that this measure is one of many under consideration by the Legislature in response to severe shortages of affordable housing in Hawaii. Your Committee is concerned that a long-term economic crisis will further worsen what is already a challenging housing market for Hawaii residents.



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Your Committee further finds that the City and County of Honolulu's mass transit project offers exceptional opportunities for the development of affordable housing. Your Committee has heard and approved a wide range of proposed affordable housing initiatives in transit oriented developments and encourage further legislative discussions on the proposal in this measure.

Your Committee has amended this measure by:

- Deleting both procurement exemptions and waiving state wage requirements from county incentives;
- (2) Restricting county incentives to affordable housing in transit oriented developments;
- (3) Adding a definition of "transit oriented development";
- (4) Authorizing the counties to consult with the Commission on Transit Oriented Development, proposed to be established pursuant to section 6 of S.B. No. 442, in the Commission's advisory capacity to the legislative bodies of the counties and county agencies for carrying out a continuing, comprehensive, transit oriented development planning process;
- (5) Adding a severability clause to ensure that the provisions of this measure will not be adversely affected if S.B. No. 442 is not enacted; and
- Adding a provision for the Revisor of Statutes to reference the appropriate section of the Hawaii Revised Statutes that corresponds to the codified provisions of S.B. No. 442, if enacted.

As affirmed by the record of votes of the members of your Committee on Education and Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 736, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 736, S.D. 1, and be referred to the Committee on Transportation, International and Intergovernmental Affairs.



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Respectfully submitted on behalf of the members of the Committee on Education and Housing,

NORMAN SAKAMOTO, Chair,



The Senate Twenty-Fifth Legislature State of Hawaii

Record of Votes Committee on Education and Housing EDH

Bill / Resolution No.:*	Committee Referral:			Date:		
SB 136	EDH, TIA			2-11-09		
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 (W	R)	Nay	Excused
SAKAMOTO, Norman (C)		V				
KIDANI, Michelle N. (VC)		V				
CHUN OAKLAND, Suzanne	educer and the second		Tan. Second second second second	undella" and immediate		
GALUTERIA, Brickwood						V
TSUTSUI, Shan S.		V	2			
HEMMINGS, Fred						
					Same and the Article Contraction	
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TOTAL		5				
Recommendation:						
Adopted Not Adopted						
Chair's or Designee's Signature						
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Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy						

*Only one measure per Record of Votes