

Honolulu, Hawaii

MAR 2 3 2011

RE: H.B. No. 1063

H.D. 1

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2011 State of Hawaii

Sir:

Your Committee on Hawaiian Affairs, to which was referred H.B. No. 1063, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE HAWAIIAN HOMES COMMISSION ACT, 1920, AS AMENDED,"

begs leave to report as follows:

The purpose and intent of this measure is to increase from \$50,000,000 to an unspecified amount the limit up to which the Department of Hawaiian Home Lands is currently authorized to borrow or quarantee on loans to cover the Department's quarantee requirements for its housing program.

Your Committee received testimony in support of this measure from the Department of Hawaiian Home Lands and Department of Budget and Finance.

Your Committee finds that since Hawaiian homelands are inalienable, the Department of Hawaiian Home Lands is required to quarantee mortgage loans made for homes located on Hawaiian homelands when lenders do not have a loan assurance program. Current loan quarantees are approximately \$30,000,000, with an additional \$16,800,000 in loans to be closed over the next six months, bringing the total very close to the current \$50,000,000 ceiling. Your Committee is in support of the increase proposed by the Department, which will also allow more construction of affordable units and benefit Hawaii's construction industry and local economy.

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As affirmed by the record of votes of the members of your Committee on Hawaiian Affairs that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1063, H.D. 1, and recommends that it pass Second Reading and be referred to the Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Hawaiian Affairs,

BRICKWOOD GALUTERIA, Chair

The Senate Twenty-Sixth Legislature State of Hawai'i

Record of Votes Committee on Hawaiian Affairs HWN

Bill / Resolution No.:* Committee Referral: Date:				
HB 1043 HD1 HWN,	, WAM	03	3-21-11	
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
GALUTERIA, Brickwood (C)				
RYAN, Pohai (VC)				
ENGLISH, J. Kalani	V			
HEE, Clayton				
KAHELE, Gilbert	V			
KIDANI, Michelle N.				
SOLOMON, Malama				
SLOM, Sam				
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TOTAL				
Recommendation: Adopted Not Adopted				
Chair's or Designee's Signature:				
Distribution: Original Yellow Pin Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes