STAND. COM. REP. NO.

Honolulu, Hawaii

MAR 0 4 2011

RE:

S.B. No. 897

S.D. 2

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

Sir:

Your Committee on Water, Land, and Housing, to which was referred S.B. No. 897, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO HOMELESSNESS,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Require the Hawaii Housing Finance and Development Corporation, Homeless Programs Office of the Department of Human Services, and Hawai'i Association of REALTORS to conduct a survey to identify and inventory vacant housing units statewide that could be used as affordable rental housing; and
- Require those agencies to report annually to the Governor and the Legislature on the results of the survey.

Your Committee received testimony in support of this measure from the Hawaii Catholic Conference and the Hawaii Family Forum. Your Committee received comments on this measure from the Hawaii Housing Finance and Development Corporation, Hawai'i Association of REALTORS, and Kanani Kaaiawahia Bulawan.

Your Committee finds that this measure attempts to address the needs of the growing homeless population in Hawaii and to increase the inventory of affordable rental housing by gathering data regarding vacancies and vacancy rates for affordable housing.

After considering the testimony received, your Committee finds that this measure does not meet its stated purpose of addressing the shortage of affordable rentals and would be costly to implement. A survey of vacant affordable housing requires data regarding vacancies, which would be a mere product of the specific point in time at which the data was collected. Vacancy rates change daily as tenants give notice and others are placed in units. Thus, the proposed survey would fail to credibly reflect current vacancies and vacancy rates.

Your Committee further finds that S.B. No. 900, S.D. 1, establishes a Hawaii Interagency Council on Homelessness and provides for the specific duties of the Council. Your Committee believes that S.B. No. 900, S.D. 1, addresses the shortage of affordable rentals, and could be implemented at a savings to taxpayers. Accordingly, your Committee has amended this measure by:

- (1) Removing its contents and replacing them with the contents of S.B. No. 900, S.D. 1, except for section 6 of S.B. No. 900, S.D. 1, and all references to that section, which appropriates funds for administrative expenses;
- (2) Changing the effective date to upon approval; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Water, Land, and Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 897, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 897, S.D. 2.

STAND. COM. REP. NO. 586
Page 3

Respectfully submitted on behalf of the members of the Committee on Water, Land, and Housing,

DONOVAN M. DELA CRUZ

The Senate Twenty-Sixth Legislature State of Hawai'i

Record of Votes Committee on Water, Land, and Housing WLH

Bill / Resolution No.:*	Committee Referral: Date:				
SB897 SDI	HMS, WLH 03/01/2011				
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
DELA CRUZ, Donovan M. (C)					1,70
SOLOMON, Malama (VC)					
FUKUNAGA, Carol					
RYAN, Pohai					
SHIMABUKURO, Maile		· T			
TOKUDA, Jill N.					
SLOM, Sam					·
				Signature and the second of th	
TOTAL		5		1 <u>-41</u>	2
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