## MAR 0 7 2014

## SENATE RESOLUTION

REQUESTING A FINANCIAL AND MANAGEMENT AUDIT OF THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY.

WHEREAS, the Legislature established the Hawaii Community Development Authority in 1976 as a public entity to determine community development programs and—in cooperation with private enterprise and federal, state, and county governments—to plan and implement programs that result in communities that serve the highest needs and aspirations of Hawaii's people; and

WHEREAS, to ensure that a comprehensive and coordinated plan is executed with and for the community, the Authority is explicitly required to promote community engagement in community development plans and development projects; and

WHEREAS, in the 37 years since its creation, the Authority has not met the standards for creating a mixed-use, mixed-income community and has instead liberally interpreted its requirements and rules without accountability or transparency to the detriment of the community; and

WHEREAS, although the need for affordable housing in Honolulu has reached its peak, the Authority has added only a limited amount of affordable housing in its development districts and has set affordable housing prices and eligibility criteria for affordable housing at a higher income level than both the Legislature and the United States Department of Housing and Urban Development; now, therefore,

BE IT RESOLVED by the Senate of the Twenty-seventh Legislature of the State of Hawaii, Regular Session of 2014, that the Auditor is requested to perform a financial and management audit of the Hawaii Community Development Authority; and

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BE IT FURTHER RESOLVED that, as part of the financial and 1 management audit, the Auditor is requested to investigate the following: 3 4 5 (1)The Authority's process for the formulation of development plans, including revisions and amendments 6 7 to master plans and the content of the Authority's master plan for the Kakaako Community Development 8 District: 9 10 (2) The manner in which variances, exceptions, and 11 modifications to the Authority's development plans and 12 13 roles are considered and approved; 14 (3) The extent of affordable and workforce housing to be 15 16 constructed under the current rules; and 17

(4) The Authority's process for determination of the adequacy of infrastructure, including public school facilities: and

BE IT FURTHER RESOLVED that the Auditor is requested to submit a report of findings, recommendations, and proposed legislation, if any, to the Legislature no later than 20 days prior to the convening of the Regular Session of 2015; and

BE IT FURTHER RESOLVED that certified copies of this Resolution be transmitted to the Auditor and the Executive Director of the Hawaii Community Development Authority.

OFFERED BY:



