### HOUSE OF REPRESENTATIVES TWENTY-EIGHTH LEGISLATURE, 2015 STATE OF HAWAII

H.B. NO. 1020

# A BILL FOR AN ACT

RELATING TO THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. The purpose of this Act is to bring the Hawaii
2	community development authority's affordable housing policies
3	into conformity with the policies of other government agencies
4	and to generate additional affordable rental housing.
5	SECTION 2. Chapter 206E, Hawaii Revised Statutes, is
6	amended by adding a new section to be appropriately designated
7	and to read as follows:
8	" <u>§206E-</u> Reserved housing rentals; workforce housing
9	rentals; affordability. (a) The rental of a reserved housing
10	unit shall be allowed only to a renter qualifying for reserved
11	housing.
12	(b) The rental of a workforce housing unit shall be
13	allowed only to a renter qualifying for workforce housing.
14	(c) The authority may adopt rules pursuant to chapter 91
15	to ensure consistency between this section and the intent and
16	procedures of section 201H-47.



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1	(d) The authority shall adopt rules to establish rates
2	allowed to be charged for the rental of reserved housing units
3	and workforce housing units at amounts affordable to low- or
4	moderate-income households. The allowable rental rate
5	established for a reserved housing unit or workforce housing
6	unit shall be fixed for a minimum of thirty years.
7	(e) Rules adopted by the authority relating to the rental
8	of reserved housing units shall require that at least 50 per
9	cent of the rental reserved housing units within a development
10	be set aside for low-income households as defined in section
11	<u>206E-101.</u> "
12	SECTION 3. Section 206E-7, Hawaii Revised Statutes, is
13	amended by amending subsection (a) to read as follows:
14	"(a) The authority shall establish community development
15	rules under chapter 91 on health, safety, building, planning,
16	zoning, and land use which, upon final adoption of a community
17	development plan, shall supersede all other inconsistent
18	ordinances and rules relating to the use, zoning, planning, and
19	development of land and construction thereon [-]; provided that
20	the community development rules shall require reserved housing
21	and workforce housing as defined in section 206E-101 and conform



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to the restrictions set forth in sections 201H-47 and 206E- . 1 2 Rules adopted under this section shall follow existing law, 3 rules, ordinances, and regulations as closely as is consistent 4 with standards meeting minimum requirements of good design, 5 pleasant amenities, health, safety, and coordinated development. 6 The authority may, in the community development plan or by a 7 community development rule, provide that lands within a 8 community development district shall not be developed beyond 9 existing uses or that improvements thereon shall not be 10 demolished or substantially reconstructed, or provide other 11 restrictions on the use of the lands." 12 SECTION 4. Section 206E-101, Hawaii Revised Statutes, is amended by adding three new definitions to be appropriately 13 14 inserted and to read as follows: 15 ""Low income" means household income no greater than 80 per 16 cent of the area median income for Honolulu. 17 "Moderate income" means household income no greater than 18 120 per cent of the area median income for Honolulu, except that in the case of rental units, "moderate income" means household 19 20 income no greater than 100 per cent of the area median income 21 for Honolulu.



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1	"Workforce housing" means housing designated for residents
2	in the low- or moderate-income ranges in project developments in
3	which 75 per cent of the residential units in each separated
4	project building are set aside for low- or median-income
5	households."
6	SECTION 5. Section 206E-101, Hawaii Revised Statutes, is
7	amended by amending the definition of "reserved housing" to read
8	as follows:
9	""Reserved housing" means housing designated for residents
10	in the low- or moderate-income ranges [who meet such eligibility
11	requirements as the authority may adopt by rule.] in project
12	developments in which 20 per cent of residential units in each
13	separate project building are set aside for low- or moderate-
14	income households."
15	SECTION 6. Statutory material to be repealed is bracketed
16	and stricken. New statutory material is underscored.
17	SECTION 7. This Act shall take effect upon its approval.
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	INTRODUCED BY: Owner BIR

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### Report Title:

Hawaii Community Development Authority; Affordable Housing; Reserved Housing; Workforce Housing; Affordable Workforce Housing

#### Description:

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Requires HCDA to establish rules to require reserved and workforce housing in developments. Amends definition of reserved housing and creates definition of workforce housing. Provides for establishing rules for the rental of reserved and workforce housing.

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