STAND. COM. REP. NO. **2253**

Honolulu, Hawaii

FEB 1 8 2016

RE: S.B. No. 2833 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Twenty-Eighth State Legislature Regular Session of 2016 State of Hawaii

Sir:

Your Committee on Housing, to which was referred S.B. No. 2833 entitled:

"A BILL FOR AN ACT RELATING TO THE LOW-INCOME HOUSING TAX CREDIT,"

begs leave to report as follows:

The purpose and intent of this measure is to increase funding for affordable rental housing development by making state lowincome housing tax credits more valuable by accelerating the period during which tax credits may be claimed from ten to five years.

Your Committee received testimony in support of this measure from the Coordinator on Homelessness under the Office of the Governor; Department of Business, Economic Development and Tourism; Hawaii Housing Finance and Development Corporation; Department of Human Services; Hawaii Habitat for Humanity; Hawaiii Association of REALTORS; Catholic Charities Hawaii; and one individual. Your Committee received comments on this measure from the Department of Taxation and Tax Foundation of Hawaii.

Your Committee finds that the development of low-income affordable housing is necessary to address the issue of homelessness and respond to the critical shortage of housing inventory in the community. Increasing the investment attractiveness of the state low-income housing tax credits would generate more equity to finance the development of affordable rental housing projects.

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Your Committee has amended this measure by 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 Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2833, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2833, S.D. 1, and be referred to your Committee on Ways and Means.

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

BREENE HARIMOTO, Chair

Breene to

The Senate Twenty-Eighth Legislature State of Hawai'i

Record of Votes Committee on Housing HOU

Bill / Resolution No.:* 582633	Committee Referral: HOU, WAM		Da	Date: 2/4/16	
The Committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:	<u></u>				<u>.</u>
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
HARIMOTO, Breene (C)					
GALUTERIA, Brickwood (VC)					
GREEN, Josh					
IHARA, Jr., Les					-
TANIGUCHI, Brian T.					
WAKAI, Glenn				•	
SLOM, Sam					
					
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TOTAL		4	U	0	3
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