JAN 1 9 2018

A BILL FOR AN ACT

RELATING TO AFFORDABLE HOUSING.

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

- 1 SECTION 1. Chapter 171, Hawaii Revised Statutes, is
- 2 amended by adding a new section to subpart D of part II to be
- 3 appropriately designated and to read as follows:
- 4 "§171- Affordable housing; county-designated
- 5 transit-oriented development zone. (a) For a leasehold
- 6 residential development project subject to section 171-60(a),
- 7 the board shall require in its development contract with the
- 8 developer or developers that, if the development project is
- 9 located on public land that is wholly or partially situated
- 10 within a county-designated transit-oriented development zone,
- 11 then no less than per cent of the residential units in the
- 12 development project shall be sold or rented only to low-income
- 13 residents for the entire term of the developer's or developers'
- 14 <u>leasehold interest in the land.</u>
- 15 (b) For the purposes of this section, a "low-income
- 16 resident" means an individual who is a resident of the State
- 17 and:



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1	(1)	Is the only member of a family of one and has an	
2		income of not more than per cent of the area	
3		median income for a family of one; or	
4	(2)	Is part of a family with an income of not more than	
5		per cent of the area median income for a family	
6		of the same size."	
7	SECT	ION 2. Chapter 201H, Hawaii Revised Statutes, is	
8	amended by adding a new section to part II to be appropriately		
9	designated and to read as follows:		
10	" <u>§20</u>	1H- Affordable housing; county-designated	
11	transit-oriented development zone. (a) In addition to the		
12	restrictions under section 201H-47, if the real property to be		
13	developed and sold is located wholly or partially within a		
14	county-designated transit-oriented development zone, the		
15	corporation shall:		
16	(1)	Sell only a leasehold interest in the real property;	
17		and	
18	(2)	Require in the lease that no less than per cent	
19		of the dwelling units in the development project shall	
20		be sold or rented only to low-income residents for the	

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1		entire term of the purchaser's leasehold interest in	
2		the real property.	
3	(b)	For the purposes of this section, a "low-income	
4	resident"	means an individual who is a resident of the State	
5	and:		
6	(1)	Is the only member of a family of one and has an	
7		income of not more than per cent of the area	
8		median income for a family of one; or	
9	(2)	Is part of a family with an income of not more than	
10		per cent of the area median income for a family	
11		of the same size."	
12	SECT	ION 3. Chapter 206E, Hawaii Revised Statutes, is	
13	amended by	y adding a new section to part I to be appropriately	
14	designated and to read as follows:		
15	" <u>§20</u>	Affordable housing; county-designated	
16	transit-oriented development zone. (a) In addition to the		
17	authority	granted under section 206E-15, if the authority deems	
18	it desiral	ole to develop and transfer to qualified persons a	
19	residential project that is:		
20	(1)	Located on public land that is under the control and	
21		management of the authority; and	

1	(2)	Wholly or partially situated within a county-
2		designated transit-oriented development zone,
3	then the	project shall be subject to the requirements of
4	subsectio	n (b).
5	<u>(</u> b)	The authority shall:
6	(1)	Transfer to qualified persons only a leasehold
7		interest in the land; and
8	(2)	Require in the leasehold agreement with the qualified
9		persons that no less than per cent of the
10		residential units in the project shall be sold or
11		rented only to low-income residents for the entire
12		term of the leasehold interest in the public land.
13	(c)	For the purposes of this section, a "low-income
14	resident"	means an individual who is a resident of the State
15	and:	
16	(1)	Is the only member of a family of one and has an
17		income of not more than per cent of the area
18		median income for a family of one; or
19	(2)	Is part of a family with an income of not more than
20		per cent of the area median income for a family
21		of the same size."

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- 1 SECTION 4. This Act does not affect rights and duties that
- 2 matured, penalties that were incurred, and proceedings that were
- 3 begun before its effective date.
- 4 SECTION 5. New statutory material is underscored.
- 5 SECTION 6. This Act shall take effect upon its approval.

INTRODUCED BY:

SB LRB 18-0501.doc

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Report Title:

Affordable Housing; County-Designated Transit-Oriented Development Zone

Description:

Requires a percentage of units in a housing development on public land or real property in a county-designated transit-oriented development zone and under the control of the Board of Land and Natural Resources, the Hawaii Housing Finance and Development Corporation, or the Hawaii Community Development Authority to be sold or rented to low-income residents. Applies only to transfers of a leasehold interest in the public land or real property.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.