STAND. COM. REP. NO. 2336

Honolulu, Hawaii

FEB 1 4 2018

RE: S.B. No. 2417

S.D. 1

Honorable Ronald D. Kouchi President of the Senate Twenty-Ninth State Legislature Regular Session of 2018 State of Hawaii

Sir:

Your Committees on Housing and Public Safety, Intergovernmental, and Military Affairs, to which was referred S.B. No. 2417 entitled:

"A BILL FOR AN ACT RELATING TO HOUSING,"

beg leave to report as follows:

The purpose and intent of this measure is to provide any residential housing project where one hundred percent of the units are affordable to households with income at or below one hundred forty percent of the median family income:

- (1) An exemption from any exactions or inclusionary zoning requirements imposed by the State or a county; and
- (2) Additional exemptions if the residential housing project is eligible to be developed by the Hawaii Housing Finance and Development Corporation pursuant to section 201H-38, Hawaii Revised Statutes.

Your Committees received testimony in support of this measure from the Building Industry Association-Hawaii, Chamber of Commerce Hawaii, and Hawaii Association of REALTORS. Your Committees received testimony in opposition to this measure from the Department of Planning and Permitting of the City and County of Honolulu. Your Committees received comments on this measure from the Office of Planning.

Your Committees find that the State is experiencing a severe housing crisis. Various government studies confirm the need for upwards of 60,000 new housing units over the next ten years. However, there has been a lack of measurable progress at the county level to enact policies that will stimulate housing production to meet this projected demand. This measure will allow the private sector to increase the supply of workforce housing units priced for the average working family in Hawaii by reducing impediments for housing development projects.

Your Committees have amended this measure by:

- Changing the eligible household income threshold from one hundred forty percent to eighty percent of the median family income;
- (2) Inserting an effective date of July 1, 2050, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Housing and Public Safety, Intergovernmental, and Military Affairs that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 2417, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 2417, S.D. 1, and be referred to your Committee on Ways and Means.

> Respectfully submitted on behalf of the members of the Committees on Housing and Public Safety, Intergovernmental, and Military Affairs,

## The Senate Twenty-Ninth Legislature State of Hawaiʻi

## Record of Votes Committee on Housing HOU

SB 247 Committee Referral: Date: 76/18							
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			
ESPERO, Will (C)							
HARIMOTO, Breene (VC)							
GREEN, Josh							
KAHELE, Kaialiʻi				V			
NISHIHARA, Clarence K.							
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Recommendation:  Adopted  Not Adopted							
Chair's or Designee's Signature:  Breene 100							
Distribution:         Original         Yellow         Pink         Goldenrod           File with Committee Report         Clerk's Office         Drafting Agency         Committee File Copy							

## The Senate Twenty-Ninth Legislature State of Hawai'i

## Record of Votes Committee on Public Safety, Intergovernmental, and Military Affairs PSM

1	Committee Referral: Date:					
SB 2417	HOU/PSM, WAM 2-6-2018					
The Committee is reconsidering its previous decision on this measure.						
If so, then the previous dec	cision was to	:		· · · · · · · · · · · · · · · · · · ·		
The Recommendation is:				<u>=</u> -		
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313						
Members		Aye	Aye (WR)	Nay	Excused	
NISHIHARA, Clarence K. (C)						
WAKAI, Glenn (VC)			ent in the second secon			
BAKER, Rosalyn H.						
IHARA, Jr., Les			/			
THIELEN, Laura H.						
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Recommendation:			-			
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Chair's or Designee's Signature  Rosaly	Bake					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy						

\*Only one measure per Record of Votes