# A BILL FOR AN ACT

RELATING TO TEACHER RENTAL HOUSING.

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

1	PART I
2	SECTION 1. The legislature finds that there is a severe
3	shortage of qualified teachers in public-school classrooms
4	throughout the State. Each year, the department of education
5	looks for approximately one thousand two hundred teachers to
6	fill vacancies. For the 2018-2019 school year, there were one
7	thousand twenty-nine vacancies throughout the State, up from one
8	thousand eleven during the 2017-2018 school year, and nine
9	hundred twenty during the 2016-2017 school year. While there
10	are teachers to fill all public-school classrooms, approximately
11	six hundred of those classrooms are staffed by long-term
12	substitutes, rather than full-time teachers.
13	The legislature further finds that the high cost of living
14	and a lack of affordable housing in Hawaii are some of the
15	factors contributing to teachers leaving the profession or
16	leaving the State entirely. According to the Employment Report
17	published by the department of education, in the 2017-2018

- 1 school year, 51.8 per cent of teachers who resigned cited
- 2 "leaving Hawaii" as their primary reason for resigning, while
- 3 fourteen per cent resigned for a non-teaching or non-education
- 4 related job.
- 5 The high cost of living in Hawaii coupled with a lack of
- 6 affordable housing makes recruiting and retaining qualified
- 7 teachers one of the most pressing matters of the State.
- 8 Providing financial incentives such as affordable housing for
- 9 teachers is a means for the department of education and public
- 10 charter schools to recruit and retain qualified teachers by
- 11 lessening the financial burden many teachers are experiencing in
- 12 the State.
- The purpose of this Act is to:
- 14 (1) Authorize the Hawaii public housing authority and
- 15 Hawaii housing finance and development corporation to
- 16 provide affordable rental housing for teachers
- employed by the department of education and public
- 18 charter schools;
- 19 (2) Authorize the Hawaii housing finance and development
- 20 corporation to contract or sponsor with any state or
- county agency for the aforementioned housing;

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1	(3)	Appropriate funds for the Hawaii public housing
2		authority;
3	(4)	Appropriate funds out of the dwelling unit revolving
4		fund for the development of rental housing for
5		teachers;
6	(5)	Require the department of education to lease land and
7		contract with private entities for the development,
8		management, maintenance, or revitalization of teacher
9		housing; and
10	(6)	Permit the private owners to lease teacher housing to
11		other eligible tenants under certain circumstances.
12		PART II
13	SECT	ION 2. Section 356D-42, Hawaii Revised Statutes, is
14	amended b	y amending subsection (a) to read as follows:
15	"(a)	The authority shall select tenants upon the basis of
16	those in	greatest need for the particular housing, subject to
17	the follo	wing limitations and preferences:
18	(1)	The authority may limit the tenants of any state
19		low-income housing project to classes of persons when
20		required by federal law or regulation as a term or
21		condition of obtaining assistance from the federal

1		government; provided that not less than fifty per cent
2		of available units shall be for applicants without
3		preference and up to fifty per cent of available units
4		shall be for applicants with preference;
5	(2)	Within the priorities established by the authority
6		recognizing need, veterans with a permanent disability
7		of ten per cent or more, as certified by the United
8		States Department of Veterans Affairs, and their
9		dependent parents, if any. The deceased veteran's
10		widow or widower shall be given first preference.
11		Parents of veterans shall not use the veteran status
12		of their adult child as a basis for preference; [and]
13	(3)	The authority may provide rental housing for teachers
14		employed by the department of education and public
15		charter schools; and
16	[ <del>-(3)</del> ]	(4) Subject to any limitations set by federal law or
17		regulation, the authority shall not select as a
18		tenant, and may terminate the tenancy of, any person
19		if the person or any household member owns or acquires
20		a home within the State."

Ţ	SECTI	on 3. There is appropriated out of the gene	141	
2	revenues o	f the State of Hawaii the sum of \$	or so mu	ıch
3	thereof as	may be necessary for fiscal year 2020-2021	for	
4	purposes o	f this Act.		
5	The s	um appropriated shall be expended by the Haw	aii publ	ic
6	housing au	thority for the purposes of this Act.		
7		PART III		
8	SECTI	ON 4. Section 201H-12, Hawaii Revised Statu	tes, is	
9	amended as	follows:		
10	1. B	y amending subsection (a) to read:		
11	" (a)	The corporation, in its own behalf or on be	half of	
12	any federa	al, state, or county agency, may:		
13	(1)	Clear, improve, and rehabilitate property;		
14	(2)	Plan, develop, construct, and finance housing	g	
15		projects, including mixed-use developments;	and	,
16	(3)	In cooperation with any state or county depa	rtment o	or
17		agency, including the department of education	n and	
18		department of accounting and general service	es, plan	
19		facilities and rental housing projects for t	eachers	
20		employed by the department of education and	public	
21		charter schools and related infrastructure a	ıs an	

1	integral part of its housing projects, including
2	mixed-use developments, using all its innovative
3	powers toward achieving that end expeditiously and
4	economically; provided that facilities developed in
5	cooperation with the department of education comply
6	with the department of education's educational
7	objectives and requirements.
8	For purposes of this subsection, "mixed-use developments" means
9	a development that contains affordable residential dwelling
10	units that may be combined with governmental, educational,
11	commercial, cultural, institutional, or industrial uses; is
12	approved by the county in which the project is located; and is
13	subject to: chapter 104; title 40 United States Code sections
14	3141, 3142, 3143, 3144, 3146, and 3147; or a project labor
15	agreement by law or contract in the construction of the
16	project."
17	2. By amending subsection (e) to read:
18	"(e) The corporation may contract or sponsor with any
19	[county,] state or county department or agency, housing
20	authority, or person, subject to the availability of funds, an
21	experimental or demonstration housing project designed to meet

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- 1 the needs of elders; the disabled; displaced or homeless
- 2 persons; low- and moderate-income persons; teachers or other
- 3 government employees; or university and college students and
- 4 faculty."
- 5 SECTION 5. There is appropriated out of the general
- 6 revenues of the State of Hawaii the sum of \$ or so
- 7 much thereof as may be necessary for fiscal year 2020-2021 to be
- 8 deposited into the dwelling unit revolving fund.
- 9 SECTION 6. There is appropriated out of the dwelling unit
- 10 revolving fund the sum of \$ or so much thereof as may
- 11 be necessary for fiscal year 2020-2021 for the development of
- 12 rental housing for teachers pursuant to section 302A- , Hawaii
- 13 Revised Statutes; provided that if the department of education
- 14 does not identify and approve land for the development of rental
- 15 housing for teachers by December 31, 2020, the sum appropriated
- 16 may be expended for the purposes of section 201H-191, Hawaii
- 17 Revised Statutes.
- 18 The sum appropriated shall be expended by the Hawaii
- 19 housing finance and development corporation for the purposes of
- 20 this Act.

1	PART IV
2	SECTION 7. Chapter 302A, Hawaii Revised Statutes, is
3	amended by adding a new section to subpart E of part III to be
4	appropriately designated and to read as follows:
5	"§302A- Teachers' housing; leasing and occupancy; rules.
6	(a) The department shall lease land and contract with private
7	entities for the development, management, maintenance, or
8	revitalization of housing for teachers employed by the
9	department or public charter schools as necessary to effectuate
10	this subpart.
11	(b) If the occupancy of teacher housing units by teachers
12	falls below ninety-five per cent of total units in a project,
13	the project owner may rent the available units to eligible non-
14	teacher tenants.
15	(c) The department shall adopt rules pursuant to
16	chapter 91 for the purposes of this section.
17	(d) For the purposes of this section "project owner" means
18	any private entity that enters into a contract to lease land for

teacher housing pursuant to this section."

19

- 1 PART V
- 2 SECTION 8. Statutory material to be repealed is bracketed
- 3 and stricken. New statutory material is underscored.
- 4 SECTION 9. This Act shall take effect on July 1, 2050;
- 5 provided that sections 3, 5, and 6 of this Act shall take effect
- 6 on July 1, 2020.

#### Report Title:

HPHA; Hawaii Housing Finance and Development Corporation; DOE; Public Charter Schools; Teacher Housing; Appropriations

#### Description:

Authorizes the Hawaii Public Housing Authority and Hawaii Housing Finance and Development Corporation to provide rental housing projects for teachers employed by the Department of Education and public charter schools. Appropriates funds for the Hawaii Public Housing Authority. Appropriates funds for deposit into the dwelling unit revolving fund. Requires the Department of Education to lease land and contract with private entities for the development, management, maintenance, or revitalization of teacher housing. Permits a project owner to lease teacher housing to other eligible tenants if occupancy of teacher housing falls below 95%. Effective 7/1/2050. (SD2)

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