

JAN 18 2019

S.B. NO. 516

A BILL FOR AN ACT

RELATING TO THE HAWAII HOUSING FINANCE AND DEVELOPMENT
CORPORATION.

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

1 SECTION 1. Section 201H-91, Hawaii Revised Statutes, is
2 amended by amending the definition of "eligible project loan" to
3 read as follows:

4 ""Eligible project loan" means an interim or permanent
5 loan, which may be federally insured or guaranteed, made to a
6 qualified sponsor for the financing of a rental housing project,
7 or a rent-to-own housing project whose units would first be
8 subject to section 201H-181, and which meets other requirements
9 as established by rules adopted by the corporation."

10 SECTION 2. Section 201H-95, Hawaii Revised Statutes, is
11 amended by amending subsection (a) to read as follows:

12 "(a) The corporation shall establish requirements for
13 rental housing projects to be financed by an eligible project
14 loan, and may consider the location, age, condition, and other
15 characteristics of the project[-]; provided that the housing
16 projects be exclusively offered to families or individuals who



1 are Hawaii residents, are owner occupants, and own no other real
2 property."

3 SECTION 3. Section 201H-171, Hawaii Revised Statutes, is
4 amended by amending subsection (a) to read as follows:

5 "(a) The corporation [~~may~~] shall establish a homebuyers'
6 club program for participants who [~~are desirous of purchasing~~]
7 desire to purchase a home and who have adequate incomes but who
8 lack sufficient funds for the downpayment and closing costs.
9 The primary focus of this program is to facilitate the purchase
10 of homes by providing participants with strategies to save
11 money, to resolve credit problems, and to educate participants
12 on how to shop for and purchase a home."

13 SECTION 4. Section 201H-181, Hawaii Revised Statutes, is
14 amended by amending subsection (a) to read as follows:

15 "(a) The corporation [~~may~~] shall establish a rent-to-own
16 program under which dwelling units that are for sale may be
17 rented to program participants. Under this program, the
18 corporation shall credit a portion of the rent received toward
19 the purchase of the unit."

20 SECTION 5. **Issuance of revenue bond; amount authorized.**

21 Revenue bonds may be issued by the Hawaii housing finance and




S.B. NO. 516

1 development corporation pursuant to part III of chapter 39 and
2 subpart A of part III of chapter 201H, Hawaii Revised Statutes,
3 in an aggregate principal amount not to exceed \$ at
4 such times and in such amounts as the Hawaii housing finance and
5 development corporation deems advisable for the purpose of
6 undertaking and maintaining the housing loan programs under part
7 III of chapter 201H, Hawaii Revised Statutes.

8 SECTION 6. Statutory material to be repealed is bracketed
9 and stricken. New statutory material is underscored.

10 SECTION 7. This Act shall take effect on July 1, 2019.

11 INTRODUCED BY:


Kurt Ferrelle



S.B. NO. 516

Report Title:

HHFDC; Eligible Project Loan; Homebuyers' Club Program; Rent-to-Own Housing; Revenue Bonds

Description:

Amends the definition of eligible project loan to allow loans to be made for certain rent-to-own housing projects. Requires HHFDC to implement the homebuyers' club and rent-to-own housing programs. Authorizes the issuance of revenue bonds to finance HHFDC housing loan programs.

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

