STAND. COM. REP. NO.



Honolulu, Hawaii

FEB 2 8 2020

RE: S.B. No. 2616

S.D. 2

Honorable Ronald D. Kouchi President of the Senate Thirtieth State Legislature Regular Session of 2020 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 2616, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO HOUSING DEVELOPMENT,"

begs leave to report as follows:

The purpose and intent of this measure is to exempt affordable housing units, additions to existing dwelling units, accessory dwelling units, ohana dwelling units, and affordable housing projects developed by the Hawaii Public Housing Authority from fifty percent of the school impact fee revenues imposed and collected by the Department of Education.

Your Committee received written comments in support of this measure from the Hawaii Public Housing Authority and EAH Housing.

Your Committee received written comments in opposition to this measure from the Building Industry Association of Hawaii and Chamber of Commerce Hawaii.

Your Committee received written comments on this measure from the Department of Education and Office of Hawaiian Affairs.

Your Committee finds that school impact fees increase the costs of development. Your Committee further finds that it is appropriate to reduce the total cost of developing affordable

housing by reducing by fifty percent the school impact fees paid by developers of certain residential dwellings.

Your Committee has amended this measure by:

- (1) Clarifying that certain housing projects and dwelling units shall be exempt from fifty percent of the fee revenues imposed and collected pursuant to section 302A-1603(a), Hawaii Revised Statutes;
- (2) Changing the effective date to July 1, 2050, to facilitate further discussion on the measure; and
- (3) Making a technical nonsubstantive change for purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2616, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2616, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DONOVAN M. DELA CRUZ, Chair

## The Senate Thirtieth Legislature State of Hawai'i

## Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral: Date:					
58 2616,501	Hou /	EDU,	WAM		2/25/20	2
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 (W	'R)	Nay	Excused
DELA CRUZ, Donovan M. (C)		X				
KEITH-AGARAN, Gilbert S.C. (VC)		X				
ENGLISH, J. Kalani		X			<u> </u>	
HARIMOTO, Breene		•				X
INOUYE, Lorraine R.						×
KAHELE, Kaiali'i						X
KANUHA, Dru Mamo		X				
KIDANI, Michelle N.		X				
MORIWAKI, Sharon Y.		X			<u> </u>	
RIVIERE, Gil		Х				
SHIMABUKURO, Maile S.L.		X				
TANIGUCHI, Brian T.		X				
FEVELLA, Kurt		X				
		-			<del>-</del>	
TOTAL		10				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