

STAND. COM. REP. NO.

953

Honolulu, Hawaii

MAR 05 . , 2021

RE: H.B. No. 1124  
H.D. 1

Honorable Scott K. Saiki  
Speaker, House of Representatives  
Thirty-First State Legislature  
Regular Session of 2021  
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B.  
No. 1124, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE HAWAIIAN HOMES COMMISSION  
ACT,"

begs leave to report as follows:

The purpose of this measure is to amend the Hawaiian Homes  
Commission Act to:

- (1) Provide appraisal requirements for tracts or  
improvements thereon to determine replacement cost or  
leasehold market value;
- (2) Prohibit the Department of Hawaiian Home Lands from  
canceling a lease solely based on a loan delinquency or  
default subject to certain conditions;
- (3) Define "due notice" as it relates to the cancellation of  
leases or violation of lease conditions;
- (4) Allow the Department of Hawaiian Home Lands to authorize  
second position loans on homestead leases by approved  
lenders and United States Treasury-certified community  
development financial institutions; and



- (5) Require the Department of Hawaiian Home Lands to develop and implement a loan servicing manual, subject to Hawaiian Homes Commission approval, to standardize loan loss mitigation policies, procedures, and methods.

Your Committee received testimony in support of this measure from Sovereign Council of Hawaiian Homestead Associations and Kalama'ula Mauka Homestead Association. Your Committee received testimony in opposition to this measure from one individual. Your Committee received comments on this measure from the Department of Hawaiian Home Lands.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1124, H.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on  
behalf of the members of the  
Committee on Finance,

  
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SYLVIA LUKE, Chair



