

OFFICE OF PLANNING STATE OF HAWAII

235 South Beretania Street, 6th Floor, Honolulu, Hawaii 96813 Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804 DAVID Y. IGE GOVERNOR

MARY ALICE EVANS DIRECTOR OFFICE OF PLANNING

Telephone: (808) 587-2846 Fax: (808) 587-2824 Web: http://planning.hawaii.gov/

Statement of MARY ALICE EVANS Director, Office of Planning before the HOUSE COMMITTEE ON FINANCE Friday, February 26, 2021 11:00 AM Via Videoconference

in consideration of HB 1130, HD2 RELATING TO TRANSIT-ORIENTED DEVELOPMENT.

Chair Luke, Vice Chair Cullen, and Members of the House Committee on Finance.

The Office of Planning (OP) **strongly supports** HB 1130, HD2, provided that its passage does not adversely impact priorities indicated in the Executive Budget. HB 1130, HD2 would task OP with securing consulting services to explore and develop tools and implementation strategies for alternative financing, project delivery, and cost-recovery for regional or area infrastructure improvements required to support planned transit-oriented development (TOD).

Infrastructure deficits are one of the biggest barriers to achieving TOD potential statewide. Funding for infrastructure investments needed in designated TOD areas was already constrained prior to the COVID-19 pandemic. Potential financing mechanisms were preliminarily explored in a 2020 OP study, which assessed potential financing options for needed infrastructure improvements in three State TOD priority areas along the rail corridor on O'ahu. Further analysis is now required to determine and refine appropriate tools and actions for financing and cost-sharing of these TOD infrastructure investments.

This bill would provide the means to develop effective strategies for TOD-serving infrastructure financing and delivery—including the strategic use of value capture and delivery mechanisms to provide infrastructure under the dire fiscal conditions the State and counties face.

Thank you for the opportunity to testify on this measure.



HAWAII INTERAGENCY COUNCIL FOR TRANSIT-ORIENTED DEVELOPMENT

DAVID Y. IGE GOVERNOR

MARY ALICE EVANS CO-CHAIR

DENISE ISERI-MATSUBARA CO-CHAIR

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804 Website: http://planning.hawaii.gov/state-tod/ Telephone: (808) 587-2846 Fax: (808) 587-2824

Statement of MARY ALICE EVANS AND DENISE ISERI-MATSUBARA Co-chairs Hawaii Interagency Council for Transit-Oriented Development before the HOUSE COMMITTEE ON FINANCE Friday, February 26, 2021 11:00 AM Via Videoconference

in consideration of HB 1130, HD2 RELATING TO TRANSIT-ORIENTED DEVELOPMENT.

Chair Luke, Vice Chair Cullen, and Members of the House Committee on Finance.

We offer this testimony on behalf of the Hawai'i Interagency Council for Transit-Oriented Development (TOD Council) in **strong support** of HB 1130, HD2, which supports the work of the TOD Council and its efforts to secure financing for infrastructure for TOD. The TOD Council is comprised of 25 members representing State agencies, the counties, the Senate and House of Representatives, the Honolulu office of the U.S. Department of Housing and Urban Development, and affordable housing, business, and development interest groups. The TOD Council is charged with coordinating and facilitating State agency TOD planning, and facilitating consultation and collaboration between the State and the counties in support of State and county TOD and Smart Growth initiatives.

The bill would authorize the conduct of a study to develop tools and implementation strategies for alternative financing, project delivery, and cost-recovery for regional or area infrastructure improvements required to support planned transit-oriented development (TOD)— an issue of great concern and importance to individual TOD Council agency members as well as for TOD statewide.

As regional infrastructure is provided by State and county agencies, the study would provide a forum for the State and the counties to work together to find solutions to paying for and building infrastructure capacity that facilitates the realization of TOD in compact, mixed-use communities integrated with public transit.

Thank you for the opportunity to testify.