# A BILL FOR AN ACT

RELATING TO HOUSING.

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

1	PART I
2	SECTION 1. The legislature finds that Act 215, Session
3	Laws of Hawaii 2019 (Act 215), required the Hawaii public
4	housing authority to adopt rules, without regard to chapter 91,
5	Hawaii Revised Statutes, to establish a program to reimburse
6	landlords who participate in the section 8 housing choice
7	voucher program to cover repair costs of tenant-caused property
8	damage when the repair costs exceed the tenant's security
9	deposit. Act 215 also made an appropriation to the Hawaii
10	public housing authority for that purpose. On February 20,
11	2020, the Hawaii public housing authority board of directors
12	adopted a set of rules, entitled "Section 8 Housing Choice
13	Voucher Landlord Incentive Program Rules", that provide the
14	structure for this program.
15	The purpose of this part is to provide additional
16	incentives for landlords to participate in the section 8 housing

1	choice vo	ucher	program by providing financial protections for		
2	those land	dlord	s.		
3	SECT	ION 2	. Chapter 356D, Hawaii Revised Statutes, is		
4	amended by	y add	ing a new section to part I to be appropriately		
5	designated	d and	to read as follows:		
6	" <u>§35</u>	6D-	Housing choice voucher landlord incentive		
7	program.	<u>(a)</u>	The authority shall adopt rules, without regard		
8	to chapte:	r 91,	to establish the following incentives for		
9	landlords	part	icipating in the tenant-based assistance housing		
10	choice vo	ucher	program under section 8 of the United States		
11	Housing Act of 1937 (42 U.S.C. 1437f):				
12	(1)	The	landlord may be reimbursed up to one month of rent		
13		at t	he contract rate when the dwelling unit sits		
14		vaca	nt:		
15		<u>(A)</u>	Between rentals to tenants participating in the		
16			section 8 housing choice voucher program; or		
17		<u>(B)</u>	When the landlord initially transitions the		
18			dwelling unit to a rental under the section 8		
19			housing choice voucher program; and		
20	(2)	The	landlord may receive a signing bonus of up to one		
21		mont	h of rent at the contract rate when the landlord		

1		first joins the section 8 housing choice voucher							
2		program by entering into a contract with the authority							
3		and securing a tenant participating in the housing							
4		choice voucher program for the dwelling unit; provided							
5		that a landlord receiving the signing bonus shall not							
6		also receive reimbursement under paragraph (1)(B).							
7	(b)	The incentives in subsection (a) shall supplement the							
8	incentive	offered under the section 8 housing choice voucher							
9	landlord	incentive program established pursuant to Act 215,							
10	Session Laws of Hawaii 2019, to reimburse landlords who								
11	participa	te in the section 8 housing choice voucher landlord							
12	incentive	program for repair costs of tenant-caused property							
13	damage wh	en the repair costs exceed the tenant's security							
14	deposit.								
15	(c)	The following requirements shall apply to the							
16	reimbursement of repair costs:								
17	(1)	The landlord shall submit a claim to the authority							
18		within thirty calendar days of the tenant vacating the							
19		dwelling unit;							
20	(2)	The authority may reimburse the landlord up to an							
21		amount to be determined by the authority for verified							

1	costs to repair the tenant-caused property damage,
2	subject to availability of funding; provided that the
3	costs of repair shall exceed the security deposit; and
4	(3) Claims that exceed an amount to be determined by the
5	authority shall include an estimate from a licensed
6	contractor setting forth the costs to repair the
7	damages caused by the tenant to the dwelling unit."
8	SECTION 3. There is appropriated out of the general
9.	revenues of the State of Hawaii the sum of \$ or so
10	much thereof as may be necessary for fiscal year 2022-2023 for
11	the cost of the incentives established pursuant to section
12	356D- , Hawaii Revised Statutes, and Act 215, Session Laws of
13	Hawaii 2019, for landlords who participate in the tenant-based
14	assistance housing choice voucher program under section 8 of the
15	United States Housing Act of 1937 (42 U.S.C. 1437f).
16	The sum appropriated shall be expended by the Hawaii public
17	housing authority for the purposes of this part.
18	PART II
19	SECTION 4. The legislature finds that the administrative
20	rules applicable to section 8 housing choice voucher program
21	leases found at title 15, chapter 185, subchapter 3, Hawaii

## H.B. NO. 1752 H.D. 3

- 1 Administrative Rules (sections 15-185-41 through 15-185-44,
- 2 Hawaii Administrative Rules) require dwelling units approved for
- 3 lease under the program to meet minimum housing quality
- 4 standards. Prior to approving a lease, the dwelling unit shall
- 5 be inspected within a reasonable time after receipt of the
- 6 owner's inspection request. In addition, the form of the lease
- 7 shall comply with United States Department of Housing and Urban
- 8 Development regulations and state and local law, specify
- 9 utilities and appliances supplied by the owner, and include a
- 10 federally prescribed tenancy addendum. If the dwelling unit is
- 11 determined to be suitable for the program and the lease meets
- 12 specified requirements of the program, the owner and tenant
- 13 requesting to lease the dwelling unit shall be notified and a
- 14 contract shall be executed.
- 15 The legislature further finds that specifying a maximum
- 16 number of days within which the required inspection shall be
- 17 completed will reflect the prioritization of increasing section
- 18 8 housing availability and assure landlords and tenants of a
- 19 more expedited process. The legislature also finds that
- 20 creating targeted positions and appropriating funds for those

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- ${f 1}$  positions are necessary to achieve timely inspections and a
- 2 better coordinated and more responsive program.
- 3 The purpose of this part is to:
- 4 (1) Require the Hawaii public housing authority to adopt
  5 rules to establish a maximum of fifteen days after
  6 receipt of an owner's or landlord's inspection request
  7 as a reasonable time within which to inspect a
  8 dwelling unit for lease under the section 8 housing
- 9 choice voucher program; and
- 10 (2) Establish positions within the Hawaii public housing
  11 authority and appropriate funds to ensure that
  12 prospective dwelling unit inspections are completed
  13 within fifteen days of receipt of a request for lease
  14 approval and to facilitate various aspects of the

section 8 housing choice voucher program.

- 16 SECTION 5. The authority shall adopt or amend
- 17 administrative rules, without regard to chapter 91, Hawaii
- 18 Revised Statutes, to establish a maximum of fifteen days after
- 19 receipt of an owner's or landlord's inspection request as a
- 20 reasonable time within which to inspect a dwelling unit for
- 21 lease under the section 8 housing choice voucher program.

1	SECT	CION 6. Th	here is	approp	riated	out of t	the gener	ral
2	revenues	of the Sta	ate of H	lawaii	the sum	of \$		or so
3	much ther	reof as may	y be nec	cessary	for fi	scal yea	ar 2022-2	2023 for
4	the Hawai	i public h	housing	author	ity, to	be allo	ocated as	s follows:
5	(1)	\$	for	two fu	ıll-time	equival	Lent (2.0	OO FTE)
6		permanent	t housir	ng qual	ity sta	ndards :	inspecto	r II
7		positions	s to fac	cilitat	e, coor	dinate,	and mon:	itor
8		inspection	ons of c	dwellir	ng units	that a	re the su	ubject of
9		applicat:	ions for	the s	ection	8 housi	ng choice	e voucher
10		program,	and har	ndle re	elated d	uties; a	and	
11	(2)	\$	for	three	full-ti	me equi	zalent (3	3.00 FTE)
12		permanent	t public	housi	.ng spec	ialist :	[I posit:	ions to
13		facilita	te, coor	dinate	e, and m	onitor '	various a	aspects of
14		the sect:	ion 8 ho	ousing	choice	voucher	program	•
15	The	sum approp	priated	shall	be expe	nded by	the Hawa	aii publio
16	housing a	uthority :	for the	purpos	ses of t	his par	<b>-</b> .	
17				PAR	T III			
18	SECT	TION 7. NO	ew statı	ıtory m	naterial	is und	erscored	•
19	SECT	TION 8. T	his Act	shall	take ef	fect on	July 1,	2050.
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### Report Title:

Housing; Housing Choice Voucher Landlord Incentive Program; Public Assistance Recipients; Section 8 Housing Choice Voucher Program; Landlord Incentives; Hawaii Public Housing Authority; Positions; Appropriation

### Description:

Establishes the housing choice voucher landlord incentive program. Requires the Hawaii public housing authority to adopt rules without regard to chapter 91, HRS, to establish specified incentives for landlords who participate in the tenant-based assistance housing choice voucher program under section 8 of the United States Housing Act of 1937. Requires that the Hawaii public housing authority adopt rules to establish a maximum of fifteen days after receipt of an owner's or landlord's inspection request as a reasonable time within which to inspect a dwelling unit for lease under the section 8 housing choice voucher program. Appropriates funds. Effective 7/1/2050. (HD3)

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