<u>S</u>.B. NO. <u>1357</u> JAN 2 5 2023 A BILL FOR AN ACT

RELATING TO AFFORDABLE HOUSING ON HAWAIIAN HOME LANDS.

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

1 SECTION 1. The legislature finds that affordable housing 2 credits have been utilized by the department of Hawaiian home 3 lands to provide affordable housing opportunities for its 4 beneficiaries at no cost to the State. This program allowed for the purchase of additional land in a location that beneficiaries 5 6 are interested in but where the department has no land in the 7 area and resulted in a reduction in the price of housing units offered by homebuilders on Hawaiians home lands. The purpose of 8 9 this Act is to make permanent the affordable housing credit 10 program for the department of Hawaiian home lands.

SECTION 2. Act 141, Session Laws of Hawaii 2009, as amended by section 3 of Act 102, Session Laws of Hawaii 2015, as amended by section 1 of Act 80, Session Laws of Hawaii 2019, is amended by amending section 3 to read as follows:

15 "SECTION 3. This Act shall take effect on July 1, 2009[+
16 provided that on July 1, 2024, this Act shall be repealed and
17 section 46-15.1, Hawaii Revised Statutes, shall be reenacted in

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1 the form in which it read on the day before the approval of this 2 Act]."

3 SECTION 2. Act 98, Session Laws of Hawaii 2012, as amended 4 by section 4 of Act 102, Session Laws of Hawaii 2015, as amended by section 50 of Act 55, Session Laws of Hawaii 2016, as amended 5 by section 2 of Act 80, Session Laws of Hawaii 2019, is amended 6 by amending section 3 to read as follows: 7 8 "SECTION 3. This Act shall take effect upon its approval $[_{T}$ 9 and shall be repealed on July 1, 2024; provided that section 46-10 15.1, Hawaii Revised Statutes, shall be reenacted pursuant to 11 section 3 of Act 141, Session Laws of Hawaii 2009, and section 12 23 of Act 96, Session Laws of Hawaii 2014]." 13 SECTION 3. Statutory material to be repealed is bracketed and stricken. 14 15 SECTION 4. This Act shall take effect upon its approval. 16 INTRODUCED BY: MM N.M. ' 17

BY REQUEST

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Report Title:

Hawaiian Home Lands; Affordable Housing Credits

Description:

Makes permanent Act 141, Session Laws of Hawaii 2009, which requires the counties to issue affordable housing credits to the Department of Hawaiian Home Lands upon the department's request. Makes permanent Act 98, Session Laws of Hawaii 2012, which requires the counties to issue affordable housing credits for each residential unit developed by the Department of Hawaiian Home Lands.

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

SB. NO. 1357

JUSTIFICATION SHEET

DEPARTMENT: Hawaiian Home Lands

TITLE: A BILL FOR AN ACT RELATING TO AFFORDABLE HOUSING ON HAWAIIAN HOME LANDS.

- PURPOSE: To repeal the July 1, 2024 sunset date of Act 141, Session Laws of Hawaii 2009, and the July 1, 2024 sunset date of Act 98, Session Laws of Hawaii 2012, to make the affordable housing credit program on Hawaiian home lands permanent.
- MEANS: Amend section 3 of Act 141, Session Laws of Hawaii 2009, as amended by section 3 of Act 102, Session Laws of Hawaii 2015, as amended by section 1 of Act 80, Session Laws of Hawaii 2019, and amend section 3 of Act 98, Session Laws of Hawaii 2012, as amended by section 4 of Act 102, Session Laws of Hawaii 2015, as amended by section 50 of Act 55, Session Laws of Hawaii 2016, and section 2 of Act 80, Session Laws of Hawaii 2019.
- Making permanent the affordable housing JUSTIFICATION: credit program on Hawaiian home lands will allow the Department of Hawaiian Home Lands to continue to provide incentive to private sector developers to build affordable homes on Hawaiian home lands. Since Act 141 was enacted in 2009, DHHL has worked with each county to request and acquire affordable housing credits for completed units in homestead communities. This program has resulted in successful private-public partnerships through the exchange of credits creating resources for DHHL to further develop homestead lots.

<u>Impact on the public:</u> There is a positive impact on the public as this proposal helps ensure that DHHL will have resources for programs for native Hawaiian lessees and applicants, including the development of homestead lots, loans, and other rehabilitation programs.

SB. NO. 1357

Impact on the department and other agencies: This proposal allows DHHL to continue to access needed resources to support its programs without requiring general funds.

- GENERAL FUND: None.
- OTHER FUNDS: None.
- PPBS PROGRAM DESIGNATION: HHL 602.

OTHER AFFECTED AGENCIES:

None.

EFFECTIVE DATE: Upon approval.

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