## A BILL FOR AN ACT

RELATING TO AFFORDABLE HOUSING.

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

1	SECTION 1. The legislature finds that the State is
2	suffering from an acute shortage of affordable housing, with the
3	rapidly rising cost of housing in the State consistently pricing
4	out local renters and homeowners. The development of new
5	housing is hindered by barriers such as geographic limitations,
6	lack of major infrastructure, and government regulation. The
7	legislature recognizes that the State's ongoing housing crisis
8	warrants a thorough examination of every impediment to the
9	development of affordable housing, including access to potable
10	water.
11	The legislature also finds that under article XI, section
12	7, of the Hawaii State Constitution, "[t]he State has an
13	obligation to protect, control and regulate the use of Hawaii's
14	water resources for the benefit of its people." Thus, the
15	Hawaii water plan, established under part III of the state water
16	code pursuant to chapter 174C, Hawaii Revised Statutes,

- 1 implements a comprehensive water resources plan to address
- 2 supply and conservation of the State's water resources.
- 3 The Hawaii water plan consists of four parts, with a
- 4 different entity responsible for preparing each part, including:
- 5 (1) A water resource protection plan, prepared by the
- 6 commission on water resource management;
- 7 (2) A water use and development plan, prepared by each
- 8 county;
- 9 (3) A state water projects plan, prepared by the
- 10 engineering division of the department of land and
- 11 natural resources; and
- 12 (4) A water quality plan, prepared by the department of
- health.
- 14 Each component considers the other aspects of the Hawaii water
- 15 plan, thereby requiring cooperation among the various entities
- 16 involved.
- 17 The legislature additionally finds that in recent years,
- 18 determinations made by the commission on water resource
- 19 management have conflicted with the recommended water resource
- 20 distribution determined in various counties' water use and
- 21 development plans, which align future demand with the county's

- 1 land use plans, the community's priorities, climate change
- 2 impacts, and other considerations. The legislature believes
- 3 that the counties are well-equipped to determine water
- 4 allocation to future land use, as prescribed by the Hawaii water
- 5 plan, to maintain consistency with their respective county
- 6 zoning and planning policies.
- 7 Accordingly, the purpose of this Act is to establish a
- 8 working group to ascertain the State's available water resources
- 9 and water system source capacity and streamline well permit
- 10 approval processes to ensure available water supply to further
- 11 plan for the development of affordable housing.
- 12 SECTION 2. (a) There is established a working group to
- 13 ascertain and address state watershed management to enable the
- 14 development and construction of affordable housing projects
- 15 across the State.
- 16 The working group shall be placed in the office of the
- 17 governor for administrative purposes.
- 18 (b) The working group shall:
- (1) Conduct an inventory of all available water resources
- 20 statewide and identify appropriate aquifer
- 21 replenishment as it pertains to each county's water

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1		use and development plan, including the water source
2		capacity for affordable housing development; and
3	(2)	Streamline the well permit approval process to ensure
4		available water supply.
5	(c)	The working group shall address and make
6	recommend	ations on:
7	(1)	Mitigating impacts arising from affordable housing
8		development;
9	(2)	Projected water usage following the completion of
10		affordable housing projects in each county;
11	(3)	The adoption of rules for water allocation for each
12		county;
13	(4)	Defining the role of the commission on water resource
14		management in relation to affordable housing
15		development statewide;
16	(5)	The impact of federal government obligations on the
17		development of new water sources for affordable
18		housing;
19	(6)	Increasing water efficiency, reuse, and recycling for
20		affordable housing projects and developments; and

1	(7)	Quantitatively balancing water use with water recharge
2		and replenishment within the impacted watershed.
3	(d)	The working group shall consist of the following
4	members:	
5	(1)	The chief housing officer, who shall serve as
6		chairperson of the working group;
7	(2)	The chairs of the senate and house of representatives
8		standing committees with primary jurisdiction over
9		housing;
10	(3)	The executive director of the Hawaii housing finance
11		and development corporation, or the executive
12		director's designee;
13	(4)	The chairperson of the commission on water resource
14		management, or the chairperson's designee;
15	(5)	The chief of the department of health's clean water
16		branch, or the chief's designee;
17	(6)	The chief engineer of the department of land and
18		natural resources' engineering division, or the chief
19		engineer's designee;
20	(7)	The director of each county planning department, or
21		the respective directors' designees;

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1	(b) The director of each county housing department, of the
2	respective directors' designees; and
3	(9) The chief engineer of each county board of water
4	supply, or the respective chief engineers' designees.
5	The chairperson of the working group may invite additional
6	individuals and organizations to participate, as needed.
7	(e) The working group shall submit an interim report of
8	its status and progress, including any preliminary findings, to
9	the legislature no later than September 15, 2023. The interim
10	report shall include the working group's plan on how it intends
11	to proceed in carrying out its duties pursuant to this Act.
12	(f) The working group shall submit a final report of its
13	findings and recommendations, including any proposed

legislation, to the legislature no later than twenty days prior

(g) The task force shall dissolve on June 30, 2024.

SECTION 3. This Act shall take effect on June 30, 3000.

to the convening of the regular session of 2024.

2023-2774 SB1573 HD1 HMSO

### Report Title:

Affordable Housing; Watershed Management; Water Resources; Working Group

#### Description:

Establishes a working group within the Office of the Governor for administrative purposes to ascertain the State's available water resources and water system source capacity and streamline well permit approval processes to further plan for the development of affordable housing. Requires the working group to inventory all available water resources statewide and identify sources of aquifer replenishment in relation to affordable housing development. Requires an interim and final report to the Legislature. Effective 6/30/3000. (HD1)

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