CONFERENCE COMMITTEE REP. NO.

Honolulu, Hawaii APR 28 , 2023

RE: H.B. No. 677

- H.D. 1
- S.D. 2
- C.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-Second State Legislature Regular Session of 2023 State of Hawaii

Honorable Ronald D. Kouchi President of the Senate Thirty-Second State Legislature Regular Session of 2023 State of Hawaii

Sirs:

Your Committee on Conference on the disagreeing vote of the House of Representatives to the amendments proposed by the Senate in H.B. No. 677, H.D. 1, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO THE DWELLING UNIT REVOLVING FUND,"

having met, and after full and free discussion, has agreed to recommend and does recommend to the respective Houses the final passage of this bill in an amended form.

The purpose of this measure is to:

- (1) Change the computation of interest that a purchaser of certain real property is required to pay the Hawaii Housing Finance and Development Corporation upon the purchaser's sale or assignment of the real property after a specified period of time;
- (2) Require the Hawaii Housing Finance and Development Corporation to establish a five-year Dwelling Unit Revolving Fund Equity Pilot Program (Pilot Program) to

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address the high, unmet demand of for-sale units by certain residents;

- (3) Establish and appropriate funds for one full-time equivalent (1.00 FTE) Housing Development Specialist III position; and
- (4) Appropriate funds into and out of the Dwelling Unit Revolving Fund for the Pilot Program.

Your Committee on Conference has amended this measure by:

- (1) Authorizing, rather than requiring, the Hawaii Housing Finance and Development Corporation to:
 - (A) Establish the Pilot Program;
 - (B) Purchase equity in for-sale housing development projects;
 - (C) Establish rules for the Pilot Program; and
 - (D) Establish criteria for the prioritization of eligible buyers based on state goals and policies and submit a report on the criteria to the Legislature;
- (2) Clarifying that the Pilot Program shall be funded by the Dwelling Unit Revolving Fund;
- (3) Establishing new qualification requirements for residents to be eligible to participate in the Pilot Program;
- (4) Deleting appropriations for the Pilot Program and the establishment and hiring of the housing specialist;
- (5) Authorizing the Hawaii Housing Finance and Development Corporation to spend up to \$10,000,000 for fiscal year 2023-2024 from the Dwelling Unit Revolving Fund for the Pilot Program;
- (6) Changing the effective date to July 1, 2023; and
- (7) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

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As affirmed by the record of votes of the managers of your Committee on Conference that is attached to this report, your Committee on Conference is in accord with the intent and purpose of H.B. No. 677, H.D. 1, S.D. 2, as amended herein, and recommends that it pass Final Reading in the form attached hereto as H.B. No. 677, H.D. 1, S.D. 2, C.D. 1.

Respectfully submitted on behalf of the managers:

ON THE PART OF THE SENATE

STANLEY

Chair

GILBERT S.C. KEITH-

Co-Chair

ON THE PART OF THE HOUSE

TROY N. HASHIMOTO

Co-Chair

MICÁH AIU Co-Chair

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Hawaii State Legislature

CCR 142

Record of Votes of a Conference Committee

Bill / Concurrent Resolution No.: HB 677, HD 1, SD 2				Date/Time: April 28,2023/11:05am					
The recommendation of the House and Senate managers is to pass with amendments (CD).									
The Committee is reconsidering its previous decision.									
The recommendation of the Senate Manager(s) is to AGREE to the House amendments made to the Senate Measure				The recommendation of the House Manager(s) is to AGREE to the Senate amendments made to the House Measure.					
Senate Managers	A	WR	N	E	House Managers	Α	WR	N	Е
CHANG, Stanley, Chr.					HASHIMOTO, Troy N., Co-Chr.				
KEITH-AGARAN, Gilbert S.C., Co-Chr.	~	/			AIU, Micah P.K., Co-Chr.	~			
AQUINO, Henry J.C.					EVSLIN, Luke A.	/			
					MATSUMOTO, Lauren				
						1			
TOTAL	3				TOTAL	4			
$\mathbf{A} = Aye$ $\mathbf{W}\mathbf{R} = Aye$ with Reservations				s $N = Nay$ E	= Exci	ised			
Senate Recommendation is:					House Recommendation is:				
Adopted INot Adopted				Adopted I Not Adopted					
Senate Lead Chair's or Designee's Signature:				House Lead Chair's or Designee's Signature:					
Distribution: Original File with Conference Committee Report Hou				YellowPinkGoldenroduse Clerk's OfficeSenate Clerk's OfficeDrafting Agency					