
HOUSE RESOLUTION

REQUESTING THE HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION TO ADOPT ADMINISTRATIVE RULES TO ENABLE CREDIT ENHANCEMENT FOR CONSTRUCTION LOANS UNDER THE RENTAL HOUSING REVOLVING FUND.

1 WHEREAS, the State has extremely high housing development
2 costs, which have worsened in light of currently high interest
3 rates; and

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5 WHEREAS, these costs put added strain on housing
6 developers; and

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8 WHEREAS, these costs are ultimately passed on to housing
9 residents; and

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11 WHEREAS, allowing the Rental Housing Revolving Fund to
12 provide credit enhancement for construction loans will reduce
13 the related financing costs and therefore development costs; and

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15 WHEREAS, the Hawaii Housing Finance and Development
16 Corporation is intimately involved in the underwriting and
17 funding of the construction loan takeout financing, and as such,
18 allowing credit enhancement will pose little risk to the Rental
19 Housing Revolving Fund; now, therefore,

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21 BE IT RESOLVED by the House of Representatives of the
22 Thirty-second Legislature of the State of Hawaii, Regular
23 Session of 2024, that the Hawaii Housing Finance and Development
24 Corporation is requested to adopt administrative rules to enable
25 credit enhancement for construction loans under the Rental
26 Housing Revolving Fund; and

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28 BE IT FURTHER RESOLVED that certified copies of this
29 Resolution be transmitted to the Executive Director of the
30 Hawaii Housing Finance and Development Corporation and the



H.R. NO. 71

1 Chairperson of the Board of Directors for the Hawaii Housing
2 Finance and Development Corporation.

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OFFERED BY: _____

ZMC

MAR - 7 2024

