## A BILL FOR AN ACT

SECTION 1. The legislature finds that Hawaii has been

RELATING TO HOUSING.

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

2 struggling with the issue of affordable housing for decades. 3 Challenges range from land and infrastructure costs to funding, over-regulation, and permitting. According to the department of 4 business, economic development, and tourism report "Measuring 5 Housing Demand in Hawaii, 2015-2025", the forecast demand for 6 7 additional housing units in the counties totals 64,693 during 8 the 2015 through 2025 period. The legislature recognizes the 9 immense housing supply problem in the State and that creative 10 solutions are needed to build more housing at all price points. 11 The legislature recognizes that the land use commission is responsible for the classification of certain land parcels into 12 13 urban, rural, agricultural, and conservation districts. 14 land use commission also acts on land use district boundary

amendment petitions involving the reclassification of lands in

the conservation district, land areas greater than fifteen

acres, and lands delineated as important agricultural lands.

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         Enabling the counties to reclassify certain lands intended
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    for affordable housing development will make larger scale
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    projects economically feasible for infrastructure to be built,
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    such as a water treatment plant or connectivity to an existing
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    sewer system, which are added costs that smaller projects cannot
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    absorb. Opening up land for affordable housing projects will
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    also facilitate the State's goal of increasing the supply of
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    much needed affordable housing while being budget neutral to the
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    State.
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         The purpose of this Act is to allow the counties to
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    reclassify lands that are fifteen to fifty acres in certain
    rural, urban, and agricultural districts in which at least
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    seventy-five per cent of the housing units on the land to be
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    classified are set aside for persons and families with incomes
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    at or below one hundred per cent of the area median income.
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         SECTION 2. Section 205-3.1, Hawaii Revised Statutes, is
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    amended by amending subsections (a) through (c) to read as
    follows:
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       "(a) [District] Except for lands under subsection (b)(3),
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    district boundary amendments involving lands in the conservation
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    district, land areas greater than fifteen acres, or lands
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2	the land	use commission pursuant to section 205-4.
3	(b)	Any department or agency of the State, and department
4	or agency	of the county in which the land is situated, or any
5	person with a property interest in the land sought to be	
6	reclassified may petition the appropriate county land use	
7	decision-making authority of the county in which the land is	
8	situated :	for a change in the boundary of a district involving
9	lands [ <del>le:</del>	<u>:</u> [ <del>ae</del>
10	(1)	<u>Less</u> than fifteen acres presently in the rural and
11		urban districts [and lands less];
12	(2)	<u>Less</u> than fifteen acres in the agricultural district
13		that are not designated as important agricultural
14		lands [-] ; and
15	(3)	Fifteen to fifty acres in the rural and urban
16		districts and fifteen to fifty acres in the
17		agricultural districts that are not designated as
18		important agricultural lands; provided that at least
19		seventy-five per cent of the housing units on the land
20		sought to be reclassified under this paragraph are set

delineated as important agricultural lands shall be processed by

1	aside for persons and families with incomes at or		
2	below one hundred per cent of the area median income.		
3	(c) District boundary amendments involving land areas [of		
4	fifteen acres or less, except as provided] described in		
5	subsection (b) $[\tau]$ shall be determined by the appropriate county		
6	land use decision-making authority for the district and shall		
7	not require consideration by the land use commission pursuant to		
8	section 205-4; provided that such boundary amendments and		
9	approved uses are consistent with this chapter. The appropriate		
10	county land use decision-making authority may consolidate		
11	proceedings to amend state land use district boundaries pursuant		
12	to this subsection, with county proceedings to amend the general		
13	plan, development plan, zoning of the affected land, or such		
14	other proceedings. Appropriate ordinances and rules to allow		
15	consolidation of such proceedings may be developed by the county		
16	land use decision-making authority."		
17	SECTION 3. Section 205-4, Hawaii Revised Statutes, is		
18	amended by amending subsection (a) to read as follows:		
19	"(a) Any department or agency of the State, any department		
20	or agency of the county in which the land is situated, or any		
21	person with a property interest in the land sought to be		

- 1 reclassified, may petition the land use commission for a change
- 2 in the boundary of a district. This section applies to all
- 3 petitions for changes in district boundaries of lands within
- 4 conservation districts, lands designated or sought to be
- 5 designated as important agricultural lands, and lands greater
- 6 than fifteen acres in the agricultural, rural, and urban
- 7 districts, except as provided in [section] sections 201H-38[-]
- 8 and 205-3.1(b)(3). The land use commission shall adopt rules
- 9 pursuant to chapter 91 to implement section 201H-38."
- 10 SECTION 4. Statutory material to be repealed is bracketed
- 11 and stricken. New statutory material is underscored.
- 12 SECTION 5. This Act shall take effect on July 1, 2050.

## Report Title:

Land Use; Counties; Reclassification; District Boundaries; Housing

## Description:

Authorizes the counties to reclassify lands fifteen to one fifty acres in certain rural, urban, and agricultural districts in which at least seventy-five per cent of the housing units on the land sought to be reclassified are set aside for persons and families with incomes at or below one hundred per cent of the area median income. Effective 7/1/2050. (SD1)

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