JOSH GREEN, M.D. GOVERNOR

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STATE OF HAWAII

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT AND TOURISM HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION 677 QUEEN STREET, SUITE 300 HONOLULU, HAWAII 96813 FAX: (808) 587-0600

Statement of **DEAN MINAKAMI**

Hawaii Housing Finance and Development Corporation Before the

HOUSE COMMITTEE ON HOUSING

Wednesday, March 20, 2024, at 10:00 a.m. State Capitol, Room 312

In consideration of HCR 122/ HR 102

REQUESTING THE COUNTIES TO AMEND OR ADOPT AN ORDINANCE TO ALLOW RELIGIOUS INSTITUTIONS, EDUCATIONAL INSTITUTIONS, OR MEDICAL INSTITUTIONS TO DEVELOP RESIDENTIAL UNITS ON PARCELS THAT MEET CERTAIN CONDITIONS.

Chair Evslin, Vice Chair Aiu, and members of the Committee.

HHFDC <u>supports</u> HCR 122/ HR 102. HHFDC appreciates the willingness of some of the institutions in the medical, educational, and religious community to use portions of their lands to provide housing.

This resolution requests the counties to amend or adopt an ordinance to provide those institutions with the flexibility to use portions of their lands for that purpose and will help to address the statewide shortage of affordable housing.

We defer to the counties as to whether they will implement this.

Thank you for the opportunity to testify on this resolution.

GRASSROOT INSTITUTE OF HAWAII

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Removing barriers to Hawaii's prosperity

March 20, 2024, 10 a.m. Hawaii State Capitol Conference Room 312 and Videoconference

To: House Committee on Housing Rep. Luke A. Evslin, Chair Rep. Micah P.K. Aiu, Vice-Chair

From: Grassroot Institute of Hawaii Ted Kefalas, Director of Strategic Campaigns

COMMENTS IN <u>SUPPORT</u> OF HCR122/HR102 — REQUESTING THE COUNTIES TO AMEND OR ADOPT AN ORDINANCE TO ALLOW RELIGIOUS INSTITUTIONS, EDUCATIONAL INSTITUTIONS, OR MEDICAL INSTITUTIONS TO DEVELOP RESIDENTIAL UNITS ON PARCELS THAT MEET CERTAIN CONDITIONS.

Aloha Chair Evslin, Vice-Chair Aiu and members of the Committees,

The Grassroot Institute of Hawaii would like to **offer its support** for <u>HCR122</u> and <u>HR102</u>, which requests that the counties amend or adopt ordinances that would allow religious institutions, medical facilities and schools to build housing on their land, subject to certain conditions.

We commend the Legislature for encouraging the increase of Hawaii's housing supply through county-level zoning reform. As we discussed in a recent report, "<u>How to facilitate more homebuilding in Hawaii</u>," zoning reform can play a pivotal role in lowering housing prices and providing certainty to builders.

Because many nonprofits have limited access to financing and little expertise in managing the development process, uncertainty in the approval process can stop charitable housing projects before they begin.¹

To help solve this problem, HCR122 and HR102 endorse a creative approach pioneered last year by California. The Golden State's "Yes in God's backyard" law allows certain religious and educational institutions to build housing on lands they own, subject to some affordability and density restrictions.

¹ "<u>Hayashi on a mission to help Hawaii churches provide housing</u>," Grassroot Institute of Hawaii, Nov. 15, 2023.

The California YIGBY law has already demonstrated that this is a viable way to create new housing. For example, the Episcopal Church's Los Angeles Diocese is planning to build affordable housing on a quarter of its more than 130 campuses in the region.²

In Hawaii, allowing schools, hospitals and religious institutions to create housing on their own properties would help them with their recruitment and retention issues³ by enabling them to more easily provide affordable rental housing for their employees.

Nonprofit institutions that had been prevented from creating housing for their own staff would be able to offer a convenient on-campus housing benefit, thereby freeing up housing elsewhere throughout the islands for other renters.

Thank you for the opportunity to testify.

Ted Kefalas Director of Strategic Campaigns Grassroot Institute of Hawaii

² Lynette Wilson, "Los Angeles diocese set to develop affordable housing on 25% of church-owned land," Episcopal News Service, Oct. 18, 2023.

³ Allyson Blair, "<u>On Hawaii Island, a desperate request to house traveling nurses key to patient care</u>," Hawaii News Now, Feb. 21, 2023.

<u>HCR-122</u>

Submitted on: 3/16/2024 3:15:54 PM Testimony for HSG on 3/20/2024 10:00:00 AM

Submitted By	Organization	Testifier Position	Testify
Ellen Godbey Carson	Individual	Support	Written Testimony Only

Comments:

Please support this resolution to allow designated non-profit organizations to build residential housing on their properties under certain conditions specified in the bill. Our non-profits are motivated to help those most in need and can help us address our housing crisis in this way.

Ellen Godbey Carson, Honolulu, Hawaii