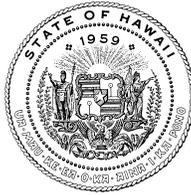


**JOSH GREEN, M.D.**  
GOVERNOR

**SYLVIA LUKE**  
LT. GOVERNOR



**DEAN MINAKAMI**  
EXECUTIVE DIRECTOR

## **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 FINANCE**

February 27, 2026 at 2:00 p.m.

State Capitol, Room 308

In consideration of

### **HOUSE BILL 1711 HOUSE DRAFT 1 RELATING TO HOUSING.**

Chair Todd, Vice Chair Takenouchi, and members of the Committee.

HHFDC **supports** House Bill 1711 House Draft 1, which proposes to amend the Hawaii Housing Finance and Development Corporation's (HHFDC) rent-to-own program by replacing the current fixed five-year purchase with an option period to be determined by the Corporation.

Hawaii faces one of the nation's most challenging housing markets, with high costs and limited inventory. Rent-to-own programs are a critical pathway for families who cannot immediately qualify for a mortgage but aspire to homeownership. However, the current five-year fixed period does not account for varying financial circumstances or market conditions. This bill aligns with the Governor's housing strategy by expanding affordable housing options and providing flexibility to meet the diverse needs of families, contributing to long-term stability and economic growth in our communities. The bill provides the following benefits:

1. **Flexibility.** By allowing HHFDC to set option periods, the program can better adjust to changing economic circumstances that affect the timing of conversion from rental tenure to ownership.
2. **Stability in Pricing.** The bill retains the fixed sales price during the option period, protecting participants from market volatility and ensuring predictability.
3. **Improved Program Effectiveness.** HHFDC can tailor option periods to specific projects, increasing participation and reducing barriers to homeownership.

Thank you for the opportunity to testify.



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 1259 A'ala Street, Suite 300  
Honolulu, HI 96817

February 27, 2026

**The Honorable Chris Todd, Chair**

House Committee on Finance

State Capitol, Conference Room 308 & Videoconference

**RE: House Bill 1711, HD1, Relating to Housing**

**HEARING: Friday, February 27, 2026, at 2:00 p.m.**

Aloha Chair Todd, Vice Chair Takenouchi, and Members of the Committee:

My name is Lyndsey Garcia, Director of Advocacy, testifying on behalf of the Hawai'i Association of REALTORS® ("HAR"), the voice of real estate in Hawaii and its over 10,000 members. HAR **supports** House Bill 1711, HD1, which amends, for purposes of the Hawai'i Housing Finance and Development Corporation's Rent-to-Own Program, the period during which the sales price of a dwelling unit is required to remain fixed from five years to an option period to be determined by the Corporation. Effective 7/1/3000.

By allowing a portion of rent to be credited toward the purchase of a home, this program helps Hawaii residents transition from renting to owning. Additionally, allowing HHFDC to set the option period during which the sales price remains fixed enables the program to adjust to ever changing market conditions and the economy, while providing participants with greater stability and more time to prepare financially for homeownership. Programs like this are an important step toward making the dream of homeownership attainable, especially given Hawaii's high housing costs.

Mahalo for the opportunity to provide testimony on this measure.



February 27, 2026

TO: Chair Todd and Members of the House Committee on Finance  
RE: HB 1711 HD1, Relating to Housing

Dear Chair Todd and Committee Members,

Housing Hawai'i's Future is a nonprofit dedicated to creating opportunities for Hawai'i's next generation by ending the workforce housing shortage.

**We support HB 1711 HD1.** This measure addresses the critical need for flexible pathways to homeownership, especially for those who may not immediately qualify for traditional mortgages.

We need to provide more housing opportunities to our residents. Hawai'i presently enjoys the lowest rate of homeownership among young adults (those under the age of 35) in the entire United States. Within just the area median income (AMI) range of 60-140%, Hawai'i suffers from a shortage of 14,118 single- and multi-family units.<sup>1</sup> Programs like the Equity Program can close the gap, one home at a time.

By amending the period during which the sales price of a dwelling unit remains fixed, this measure provides the Corporation with the discretion to determine an appropriate option period. Fixed timelines may not always align with the financial readiness of all participants, and this change could help more families successfully transition from renting to owning their homes. **Please advance HB 1711 HD1.**

Thank you,



Lee Wang  
Executive Director  
Housing Hawai'i's Future  
[lee@hawaiisfuture.org](mailto:lee@hawaiisfuture.org)



Perry Arrasmith  
Director of Policy  
Housing Hawai'i's Future  
[perry@hawaiisfuture.org](mailto:perry@hawaiisfuture.org)

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<sup>1</sup> This figure is based on the HHPS study that projects statewide housing demand through 2027. The report can be found here: <https://www.wardresearch.com/2024-hawaii-housing-planning-study>