



EXECUTIVE CHAMBERS
HONOLULU

LINDA LINGLE
GOVERNOR

GOV. MSG. NO. **631**

May 16, 2006

The Honorable Robert Bunda, President
and Members of the Senate
Twenty-Third State Legislature
State Capitol, Room 003
Honolulu, Hawaii 96813

Dear Mr. President and Members of the Senate:

This is to inform you that on May 16, 2006, the following bill was signed into law:

HB2964 HD1 SD2

A BILL FOR AN ACT RELATING TO
AFFORDABLE HOUSING.
(ACT 101)

Sincerely,

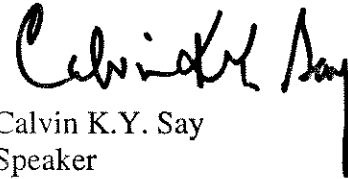
A handwritten signature in black ink, appearing to read "Linda Lingle".

LINDA LINGLE

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 2, 2006
Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill on this day passed Final Reading in the House of Representatives of the Twenty-Third Legislature of the State of Hawaii, Regular Session of 2006.



Calvin K.Y. Say
Speaker
House of Representatives




Patricia Mau-Shimizu
Chief Clerk
House of Representatives

THE SENATE OF THE STATE OF HAWAII

Date: April 11, 2006
Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Third Reading in the Senate of the Twenty-third Legislature of the State of Hawaii, Regular Session of 2006.


President of the Senate


Clerk of the Senate

A BILL FOR AN ACT

RELATING TO AFFORDABLE HOUSING.

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

1 SECTION 1. Chapter 201H, Hawaii Revised Statutes, is
2 amended by adding a new section to be appropriately designated
3 and to read as follows:

4 "§201H- Land leases to nonprofit organizations providing
5 affordable housing. (a) Notwithstanding any provision to the
6 contrary, the administration, pursuant to section 201H-4(b), may
7 lease land to any qualified nonprofit organization providing
8 affordable housing, under the following terms and conditions:

9 (1) Leases shall be for ninety-nine years at \$1 per year
10 per parcel; and

11 (2) The instrument of lease shall include provisions,
12 enforceable by the administration, that the land
13 shall:

14 (A) Be used only for providing affordable housing
15 through long-term, renewable, and transferable
16 leases or other means that are in accordance with
17 rules adopted by the administration under chapter
18 91; and



1 (B) Revert back to the administration if:

2 (i) The land is used for any purpose other than
3 as provided under subparagraph (A); or

4 (ii) The qualified nonprofit organization ceases
5 operations.

6 (b) For the purposes of this section:

7 "Affordable housing" means housing that is affordable to
8 households with incomes at or below one hundred forty per cent
9 of the median family income as determined by the United States
10 Department of Housing and Urban Development.

11 "Qualified nonprofit organization" means any private entity
12 that is organized and operated:

13 (1) In accordance with Section 501(c)(3) of the Internal
14 Revenue Code of 1986, as amended; and

15 (2) For the purpose of providing affordable housing
16 through long-term, renewable, and transferable
17 leases."

18 SECTION 2. New statutory material is underscored.

19 SECTION 3. This Act shall take effect on July 1, 2006.



H.B. NO. 2964
H.D. 1
S.D. 2

APPROVED this 16 day of MAY, 2006



GOVERNOR OF THE STATE OF HAWAII