

JAN 19 2007

A BILL FOR AN ACT

RELATING TO HOUSING.

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

1 SECTION 1. Based on extensive analysis, the Hawaii housing
2 finance and development corporation has concluded that any
3 negotiated solution with Kukui Gardens Corporation or Carmel
4 Partners, or the Kukui Gardens residents resulting in
5 preservation of the current levels of affordability at Kukui
6 Gardens will require some level of state financial subsidy.
7 Kukui Gardens units are in need of repair and rehabilitation.
8 The legislature finds that in all potential solutions, net of
9 the use of the State's low income housing tax credit and tax
10 exempt revenue bond financing, a financial gap will remain to
11 enable Kukui Gardens to remain an affordable development. The
12 magnitude of this gap will depend on the terms of the
13 transaction and its structure.

14 The purpose of this Act is to appropriate moneys to fund
15 the gap and allow Kukui Gardens to remain an affordable
16 development.

17 SECTION 2. There is appropriated out of the general
18 revenues of the State of Hawaii the sum of \$, or so



1 much thereof as may be necessary for fiscal year 2007-2008, and
2 the same sum, or so much thereof as may be necessary for fiscal
3 year 2008-2009, for the purposes of section 1 of this Act.

4 The sums appropriated shall be expended by the department
5 of business, economic development, and tourism for the purposes
6 of this Act.

7 SECTION 3. This Act shall take effect on July 1, 2007.

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INTRODUCED BY: Shzanne Chun Oakland



Report Title:

Housing; Appropriation; Kukui Gardens

Description:

Appropriates moneys to allow Kukui Gardens to remain an affordable development.

