

STAND. COM. REP. NO. 1184

Honolulu, Hawaii

March 25, 2009

RE: S.B. No. 1118
S.D. 2
H.D. 1

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fifth State Legislature
Regular Session of 2009
State of Hawaii

Sir:

Your Committee on Housing, to which was referred S.B. No. 1118, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO LOW-INCOME HOUSING,"

begs leave to report as follows:

The purpose of this bill is to shorten the period over which low-income housing tax credit may be taken from ten years to five years.

The Department of Taxation, Hawaii Housing Finance and Development Corporation (HHFDC), Hawaii Association of Realtors, EAH Housing, Office of Hawaiian Affairs, and Land Use Research Foundation of Hawaii supported this bill. The Tax Foundation of Hawaii offered comments.

Your Committee has amended this bill by:

- (1) Restoring the time period over which the low-income tax credit may be taken to ten years;
- (2) Establishing a low-income housing tax credit loan program administered by HHFDC whereby owners of qualified low-income buildings, including those eligible for subawards under the American Recovery and Reinvestment Act of 2009, may receive no interest loans in lieu of the state low-income housing tax credit;

SB1118 HD1 HSCR HSG HMS 2009-3250



- (3) Authorizing the issuance of general obligation bonds to fund the loans; and
- (4) Making technical, nonsubstantive changes for style, clarity, and conformity.

As affirmed by the record of votes of the members of your Committee on Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1118, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1118, S.D. 2, H.D. 1, and be referred to the Committee on Finance.

Respectfully submitted on
behalf of the members of the
Committee on Housing,



RIDA CABANILLA, Chair



State of Hawaii
House of Representatives
The Twenty-fifth Legislature

Record of Votes of the Committee on Housing

Bill/Resolution No.: SB 1118 SD2	Committee Referral: HSG, FIN	Date: 3-18-09		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
HSG Members	Ayes	Ayes (WR)	Nays	Excused
1. CABANILLA, Rida (C)	P			
2. CHONG, Pono (VC)	P			
3. CHANG, Jerry L.	Y			
4. COFFMAN, Denny	P			
5. HAR, Sharon E.	P			
6. HERKES, Robert N.				X
7. ITO, Ken	Y			
8. LEE, Chris	Y			
9. LUKE, Sylvia	X			
10. MORITA, Hermina M.	Y			
11. SAGUM, Roland D., III	Y			
12. CHING, Corinne W.L.	X			
13. THIELEN, Cynthia				X
TOTAL (13)	P			2
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. <div style="text-align: center; margin-left: 100px;">committee acronym(s)</div>				
Vice Chair's or designee's signature: _____ <div style="text-align: center; margin-top: 10px;"> </div>				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				