

JAN 19 2011

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# A BILL FOR AN ACT

RELATING TO COUNTY DEVELOPMENT INFRASTRUCTURE.

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

1           SECTION 1. The legislature finds that encouraging compact  
2 development discourages urban sprawl, preserves open space,  
3 protects watershed areas and agricultural lands, and reduces the  
4 cost of constructing and maintaining infrastructure systems.  
5 Rapid transit encourages and supports compact development.  
6 However, transit-oriented development often requires capacity  
7 upgrades of existing infrastructure, and the counties are  
8 already strained to maintain the infrastructure systems they  
9 already have, let alone upgrading these systems. The State  
10 recognizes that it has a role in supporting transit-oriented  
11 development and recognizes the need to support the counties by  
12 providing another financing resource without unduly draining the  
13 state budget. Therefore, the purpose of this Act is to create a  
14 no-interest loan revolving fund to provide loans to the counties  
15 for infrastructure improvements that support transit-oriented  
16 development.



1 SECTION 2. Chapter 36, Hawaii Revised Statutes, is amended  
2 by adding a new section to be appropriately designated and to  
3 read as follows:

4 "§36- County infrastructure development revolving loan  
5 fund. (a) There is established the county infrastructure  
6 development revolving loan fund to be administered by the  
7 director of budget and finance.

8 (b) An amount from the fund, to be set by the director may  
9 be used for administrative expenses incurred by the department  
10 in administering the fund; provided that fund moneys may not be  
11 used to finance day-to-day administrative expenses of projects  
12 allotted fund moneys.

13 (c) The following may be deposited into the fund:

14 (1) Appropriations made by the legislature;

15 (2) Private contributions;

16 (3) Loan payments;

17 (4) Other returns; and

18 (5) Moneys from the federal government and other sources.

19 (d) The fund shall be used to provide no-interest loans to  
20 the counties for the development, pre-development, or  
21 construction of infrastructure projects to expedite the building  
22 of transit-oriented development, particularly those involving



1 affordable housing. Permitted uses of the funds may include  
2 planning, design, land acquisition, costs of options, agreements  
3 of sale, or other infrastructure-related services or activities  
4 as may be provided in rules adopted by the department pursuant  
5 to chapter 91. In determining which projects to fund, the  
6 director shall give first priority to projects that increase  
7 infrastructure capacity on a regional or collector system level,  
8 as opposed to those that only support capacities for specific,  
9 limited number of properties.

10 (e) The department shall submit an annual report to the  
11 legislature no later than twenty days prior to the convening of  
12 each regular session describing the projects funded and other  
13 applications it received.

14 (f) For purposes of this section, "infrastructure" means  
15 any utility such as sewer, roads, drainage, bridges and water,  
16 including conduits, pumps, and treatment plants, that are  
17 generally associated as county responsibilities and under county  
18 ownership."

19 SECTION 3. New statutory material is underscored.

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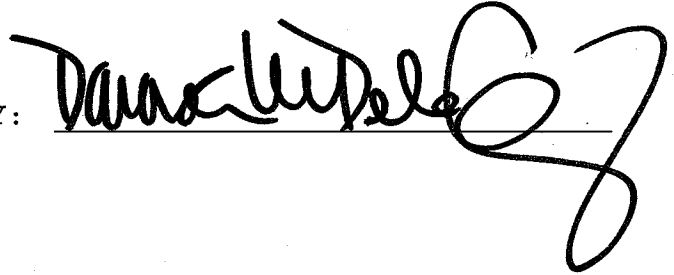


# S.B. NO. 15

1 SECTION 4. This Act shall take effect on July 1, 2011.

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INTRODUCED BY:

A large, stylized handwritten signature in black ink, appearing to read "Dan Claitor", is written over a horizontal line. The signature is highly cursive and loops around to the right.



**Report Title:**

County Transit-Oriented Development Infrastructure; Revolving Fund

**Description:**

Establishes a county infrastructure development revolving fund to be administered by the director of budget and finance.

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

