

STAND. COM. REP. NO. 3197

Honolulu, Hawaii

APR 03 2014

RE: S.C.R. No. 118

Honorable Donna Mercado Kim
President of the Senate
Twenty-Seventh State Legislature
Regular Session of 2014
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred
S.C.R. No. 118 entitled:

"SENATE CONCURRENT RESOLUTION URGING THE DEPARTMENT OF
HAWAIIAN HOME LANDS TO SUBMIT A REPORT TO THE LEGISLATURE
REGARDING ITS POLICY TO DEVELOP RENTAL PROPERTIES FOR
OCCUPANCY BY ITS BENEFICIARIES AND ENSURE THAT BENEFICIARIES
MAINTAIN THEIR PLACEMENT ON THE WAITLIST FOR HOMESTEAD LEASES
WHILE RESIDING IN A DEPARTMENT RENTAL, "

begs leave to report as follows:

The purpose and intent of this measure is to request
information on the Department of Hawaiian Home Lands' residential
rental property development policies.

Specifically, the measure urges the Department of Hawaiian
Home Lands to:

- (1) Submit a report to the Legislature regarding its policy
to develop rental properties for occupancy by its
beneficiaries; and
- (2) Ensure that its beneficiaries will not lose their place
on the homestead waitlist while residing in a Department
of Hawaiian Home Lands' rental.

Your Committee received written comments in support of this
measure from the Sovereign Councils of the Hawaiian Homelands
Assembly and one individual. Written comments in opposition were

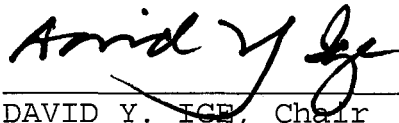


received from one individual. The Department of Hawaiian Home Lands submitted written comments on the measure.

Your Committee finds that, as of September 11, 2012, there were 26,550 individual applicants on the Department of Hawaiian Home Lands' waitlist for homestead leases. Many beneficiaries of the Department of Hawaiian Home Lands must first establish credit before they are able to qualify for a mortgage on a homestead lease. Your Committee also finds that, in its audit of the Department of Hawaiian Home Lands' Homestead Services Division, the Auditor reported that the Department of Hawaiian Home Lands had a significant amount of defaulted mortgage loans, with a delinquency rate of almost thirty-two percent, at the end of fiscal year 2012. Your Committee believes that the Department of Hawaiian Home Lands could increase its potential for returns by developing a rental property program for occupancy by its beneficiaries.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee concurs with the intent and purpose of S.C.R. No. 118 and recommends its adoption.

Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,



DAVID Y. IGE, Chair



The Senate
 Twenty-Seventh Legislature
 State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SCR 118	Committee Referral: HWN, WAM	Date: 4-1-14		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input checked="" type="checkbox"/> Pass, unamended 2312 <input type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)	✓			
KIDANI, Michelle N. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
DELA CRUZ, Donovan M.				✓
ENGLISH, J. Kalani				✓
ESPERO, Will	✓			
KAHELE, Gilbert	✓			
KEITH-AGARAN, Gilbert S.C.	✓			
KOUCHI, Ronald D.	✓			
RUDERMAN, Russell E.	✓			
THIELEN, Laura H.	✓			
TOKUDA, Jill N.	✓			
SLOM, Sam	✓			
	11	0	0	2
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <i>Michelle N. Kidani</i>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes