

Honolulu, Hawaii

APR 08 2016

RE: H.B. No. 2305
H.D. 1
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2016
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred H.B. No. 2305, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE DWELLING UNIT REVOLVING FUND,"

begs leave to report as follows:

The purpose and intent of this measure is to provide financing and grants for infrastructure improvements.

Specifically, this measure authorizes the Hawaii Housing Finance and Development Corporation:

- (1) Upon request of a county, to establish and operate a regional state infrastructure subaccount within the dwelling unit revolving fund to finance projects that would increase infrastructure capacity for housing and mixed-use transit-oriented development projects;
- (2) To expend funds within the dwelling unit revolving fund to repay private investors; and
- (3) To accept improved lands as repayment of loans made from a regional state infrastructure subaccount.

Your Committee received written comments in support of this measure from the Department of Business, Economic Development, and Tourism; Department of Commerce and Consumer Affairs; Office of



Planning; Hawaii Housing Finance and Development Corporation; Chamber of Commerce Hawaii; Land Use Research Foundation of Hawaii; Hawaii Association of Realtors; and Building Industry Association of Hawaii.

Your Committee finds that the lack of housing continues to be a critical issue for Hawaii's residents. Your Committee further finds that the lack of infrastructure capacity is one of the most significant barriers to the construction of additional homes. Your Committee believes that establishment of regional state infrastructure subaccounts within the dwelling unit revolving fund will provide financing to help increase infrastructure capacity for the construction of additional housing.

Your Committee has amended this measure by:

- (1) Clarifying that expenditures from the dwelling unit revolving fund to repay private investors are to be made from the regional state infrastructure subaccounts established within the dwelling unit revolving fund, instead of from the funds generally within the dwelling unit revolving fund; and
- (2) Making a technical nonsubstantive amendment for purposes of clarity and consistency.

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 is in accord with the intent and purpose of H.B. No. 2305, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 2305, H.D. 1, S.D. 1.

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

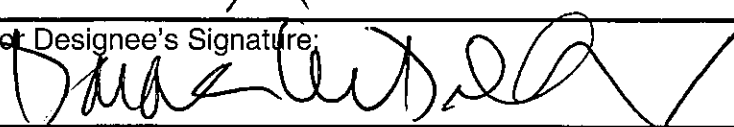


JILL N. TOKUDA, Chair



The Senate
Twenty-Eighth Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* HB 2305, HD1	Committee Referral: HOU, WAM	Date: 3/29/16		
<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 type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)	/			
DELA CRUZ, Donovan M. (VC)	/			
CHUN OAKLAND, Suzanne	/			
ENGLISH, J. Kalani	/			/
GALUTERIA, Brickwood	/			/
HARIMOTO, Breene	/			
INOUYE, Lorraine R.	/			
RIVIERE, Gil	/			
TANIGUCHI, Brian T.	/			
WAKAI, Glenn	/			
SLOM, Sam	/			
TOTAL	9			2
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes