

Honolulu, Hawaii

MAR 02 2018

RE: S.B. No. 3057
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2018
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 3057 entitled:

"A BILL FOR AN ACT RELATED TO LAND-SECURED FINANCING,"

begs leave to report as follows:

The purpose and intent of this measure is to facilitate the use of land-secured financing by the counties.

More specifically, this measure:

- (1) Expands the authority of counties to use land-based financing to support operating costs for certain county services provided within improvement districts and community facilities districts;
- (2) Allows county maintenance of the capital improvements to be land-based financed; and
- (3) Authorizes counties to use up to an unspecified percentage of the assessments or tax revenues to cover administrative expenses in creating and administering the improvement or community facilities districts and the associated assessments, fees, and taxes.



Your Committee received comments on this measure from the City and County of Honolulu Department of Budget and Fiscal Services and the Tax Foundation of Hawaii.

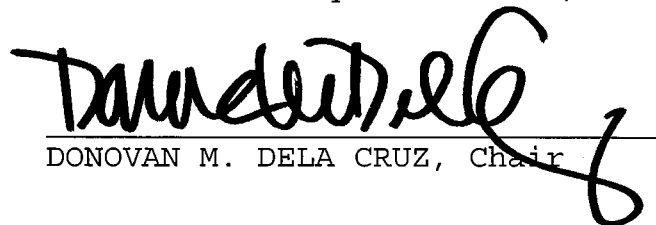
Your Committee finds that land-secured financing provides an opportunity for the counties to support new and existing development-related operating costs, such as police, fire protection, and maintenance services, in addition to special improvements and infrastructure. Your Committee notes that, pursuant to section 46-80.1, Hawaii Revised Statutes, the counties are already authorized to set aside funds to cover administrative expenses. As a result, your Committee further finds that the language in the measure that authorizes unspecified amounts of assessments and tax revenues for such purposes is unnecessary.

Your Committee has amended this measure by:

- (1) Deleting provisions that authorize the use of unspecified amounts of assessments and tax revenues for the counties to cover administrative expenses; and
- (2) Making technical nonsubstantive amendments for the purposes of consistency, clarity, and style.

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 S.B. No. 3057, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 3057, S.D. 1..

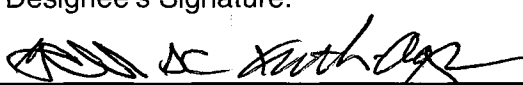
Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,


DONOVAN M. DELA CRUZ, Chair



The Senate
Twenty-Ninth Legislature
State of Hawai'i

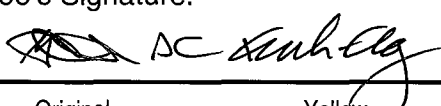
Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB3057	Committee Referral: PSM, WAM	Date: 2/21/18		
<input checked="" type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: <u>PASS AMENDMENTS WITH AMENDMENTS</u>				
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
DELA CRUZ, Donovan M. (C)	X			
KEITH-AGARAN, Gilbert S.C. (VC)	X			
ENGLISH, J. Kalani	X			
GALUTERIA, Brickwood	X			
HARIMOTO, Breene	X			
INOUYE, Lorraine R.	X			
KAHELE, Kaiali'i	X			
KIDANI, Michelle N.	X			
RIVIERE, Gil	X			
SHIMABUKURO, Maile S.L.				X
WAKAI, Glenn	X			
TOTAL	10			1
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
				
Distribution:				
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency	Goldenrod Committee File Copy	

*Only one measure per Record of Votes

The Senate
Twenty-Ninth Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB3057	Committee Referral: PSM, WAM	Date: 2/13/18		
<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
DELA CRUZ, Donovan M. (C)	X			
KEITH-AGARAN, Gilbert S.C. (VC)	X			
ENGLISH, J. Kalani	X			
GALUTERIA, Brickwood	X			
HARIMOTO, Breene	X			
INOUYE, Lorraine R.				X
KAHELE, Kaiali'i	X			
KIDANI, Michelle N.	X			
RIVIERE, Gil	X			
SHIMABUKURO, Maile S.L.	X			
WAKAI, Glenn				X
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				

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