

STAND. COM. REP. NO.

3633

Honolulu, Hawaii

MAY 21 2020

RE: H.B. No. 2687
H.D. 1
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirtieth State Legislature
Regular Session of 2020
State of Hawaii

Sir:

Your Committee on Housing, to which was referred H.B.
No. 2687, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE DOWNPAYMENT LOAN LOSS
RESERVE PROGRAM,"

begs leave to report as follows:

The purpose and intent of this measure is make affordable homeownership more achievable in Hawaii by creating a new Downpayment Loan Loss Reserve Program in the Hawaii Housing Finance and Development Corporation, which would leverage state funds in a public-private partnership to obtain downpayment loan capital from financial institutions.

Your Committee received testimony in support of this measure from the Hawaii Housing Finance and Development Corporation

Your Committee finds that homeownership creates strong communities through economic growth; helps families build equity and enjoy stability; and creates a greater sense of security, continuity, belonging, and pride in communities. However, the 2019 Hawaii Housing Planning Study, prepared for the Hawaii Housing Finance and Development Corporation, found that twenty-seven percent of those interested in buying a single-family home could not afford the downpayment. This measure facilitates the provision of downpayment loan assistance to first-time



homebuyers by establishing a downpayment loan loss reserve program to address downpayment loan defaults.

Your Committee has amended this measure by inserting an effective date of July 1, 2050, to encourage further discussion.

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 H.B. No. 2687, H.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2687, H.D. 1, S.D. 1, and be referred to your Committee on Ways and Means.

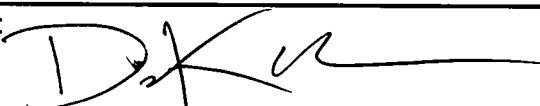
Respectfully submitted on
behalf of the members of the
Committee on Housing,


STANLEY CHANG, Chair



The Senate
Thirtieth Legislature
State of Hawai'i

Record of Votes
Committee on Housing
HOU

Bill / Resolution No.:*	Committee Referral:	Date:		
HB 2687, HD1	HOU, WAM	3/12/20		
<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
CHANG, Stanley (C)	✓			
KANUHA, Dru Mamo (VC)	✓			
MORIWAKI, Sharon Y.	✓			
THIELEN, Laura H.	✓			
FEVELLA, Kurt				✓
TOTAL	4			1
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