

STAND. COM. REP. NO.

481

Honolulu, Hawaii

FEB 15 2019

RE: S.B. No. 1312  
S.D. 1

Honorable Ronald D. Kouchi  
President of the Senate  
Thirtieth State Legislature  
Regular Session of 2019  
State of Hawaii

Sir:

Your Committee on Housing, to which was referred S.B.  
No. 1312 entitled:

"A BILL FOR AN ACT RELATING TO THE HOUSING LOAN AND MORTGAGE  
PROGRAM, "

begs leave to report as follows:

The purpose and intent of this measure is to increase the  
Hula Mae multifamily revenue bond authorization.

Your Committee received testimony in support of this measure  
from the Hawaii Housing Finance and Development Corporation and  
Hawai'i Association of REALTORS.

Your Committee finds that the Housing Loan and Mortgage  
program, more commonly known as the Hula Mae multifamily bond  
program, promotes the development of new, or the acquisition and  
rehabilitation of existing, rental housing projects through the  
issuance of mortgage revenue bonds for interim and permanent  
financing at rates below conventional market interest rates. Your  
Committee notes that over the last few years, the Hula Mae  
multifamily bond program has become increasingly popular for  
nonprofit and for-profit developers of affordable rental housing.  
This measure would provide more opportunities to develop  
affordable rental housing by increasing the Hula Mae multifamily  
revenue bond authorization.



Your Committee has amended this measure by:

- (1) Changing the revenue bond amount from \$2,500,000,000 to a blank amount;
- (2) Inserting an effective date of July 1, 2050, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

Your Committee recommends that your Committee on Ways and Means consider a maximum revenue bond authorization amount of \$2,500,000,000 for the Hula Mae multifamily program.

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 S.B. No. 1312, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1312, 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



