### A BILL FOR AN ACT

RELATING TO AFFORDABLE HOUSING.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that the State faces an

2 unprecedented economic crisis due to the coronavirus disease

3 2019 (COVID-19) pandemic, which has decimated Hawaii's economy

4 and caused its gross domestic product to plummet. By some

5 measures, Hawaii's economy has been hit harder than any other

6 state in the nation.

7 The legislature also finds that this drastic decline in

8 economic activity has disproportionately affected the State's

9 most vulnerable populations. The pandemic forced the shutdown

 $10\,$  of many sectors of the State's economy, triggering mass layoffs

11 and furloughs and causing the State's seasonally adjusted

12 unemployment to surge from 2.4 per cent in March 2020 to a

13 historical high of 22.3 per cent in April 2020. Despite efforts

to reopen the economy, Hawaii still had the second-highest

15 unemployment rate in the nation as of November 2020. With the

16 COVID-19 pandemic continuing to rage throughout the world, most

17 countries experiencing recession, and visitor arrivals to the

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- 1 State not expected to recover to pre-pandemic levels until at
- 2 least 2024, the State will continue to feel the economic impacts
- 3 of the pandemic for many years to come.
- 4 The legislature further finds that, even before the
- 5 pandemic, renter households in the State already suffered from
- 6 deleteriously high housing cost burdens, and that the economic
- 7 impacts of the COVID-19 pandemic significantly exacerbated this
- 8 situation. Recent data from the university of Hawaii economic
- 9 research organization (UHERO) showed that more than eleven
- 10 thousand Hawaii tenants have fallen behind on their rent
- 11 payments and that forty per cent of rental tenants have lost
- 12 their jobs. Modeling from UHERO indicates that up to seventeen
- 13 thousand households may face an unsustainable change in their
- 14 housing cost burden by the second quarter of 2021, even as the
- 15 State's economy slowly recovers. Even in a best-case scenario,
- 16 the number of individuals facing homelessness will continue to
- 17 rise in the face of the pandemic. UHERO concluded that, from a
- 18 policy standpoint, "doing nothing is not a viable option."
- 19 Accordingly, the legislature finds that it must take
- 20 immediate action to mitigate the affordable housing crisis
- 21 through legislation.

- 1 The purpose of this Act is to provide that whenever the 2 infrastructure or equipment for electric utility service is required to be installed underground for affordable housing 3 4 within an area that has been designated by a county as a transit-oriented development area, installation of the 5 infrastructure or equipment shall be the responsibility of the 6 7 electric utility company. 8 SECTION 2. Chapter 269, Hawaii Revised Statutes, is 9 amended by adding a new section to part I to be appropriately 10 designated and to read as follows: 11 Underground electrical installation; transit-12 oriented development areas. (a) Whenever infrastructure or 13 equipment for electric utility service is required to be installed underground for affordable housing within an area that 14 15 has been designated by a county as a transit-oriented 16 development area, installation of the infrastructure or equipment shall be the responsibility of the electric utility 17
- 20 shall have the same meaning as in section 201H-57(b)."

(b) For the purposes of this section, "affordable housing"

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company.

1	SECTION 3	This	Act	does	not	affect	rights	and	duties	that
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- 2 matured, penalties that were incurred, and proceedings that were
- 3 begun before its effective date.
- 4 SECTION 4. New statutory material is underscored.
- 5 SECTION 5. This Act shall take effect on July 1, 2021.

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INTRODUCED BY:

JAN 2 5 2021

#### Report Title:

Affordable Housing; Electricity; Transit-Oriented Development

#### Description:

Establishes that whenever the infrastructure or equipment for electric utility service is required to be installed underground for affordable housing within an area that has been designated by a county as a transit-oriented development area, it shall be the responsibility of the electric utility company to install the infrastructure or equipment.

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