JAN 2 2 2021

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
- 14 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.

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- 1 The purpose of this Act is to provide that whenever the
- 2 infrastructure or equipment for electric utility service is
- 3 required to be installed underground for affordable housing
- 4 within an area that has been designated by a county as a
- 5 transit-oriented development area, installation of the
- 6 infrastructure or equipment shall be the responsibility of the
- 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 "§269- Underground electrical installation; transit-
- 12 oriented development areas. (a) Whenever infrastructure or
- 13 equipment for electric utility service is required to be
- 14 installed underground for affordable housing within an area that
- 15 has been designated by a county as a transit-oriented
- 16 development area, installation of the infrastructure or
- 17 equipment shall be the responsibility of the electric utility
- 18 company.
- (b) For the purposes of this section, "affordable housing"
- 20 shall have the same meaning as in section 201H-57(b)."

- 1 SECTION 3. This Act does not affect rights and duties that
- 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:

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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