A BILL FOR AN ACT

RELATING TO HOUSING.

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

1	PART I
2	SECTION 1. The legislature finds that Act 215, Session
3	Laws of Hawaii 2019 (Act 215), required the Hawaii public
4	housing authority to adopt rules, without regard to chapter 91,
5	Hawaii Revised Statutes, to establish a program to reimburse
6	landlords who participate in the section 8 housing choice
7	voucher program to cover repair costs of tenant-caused property
8	damage when the repair costs exceed the tenant's security
9	deposit. Act 215 also made an appropriation to the Hawaii
10	public housing authority for that purpose. On February 20,
11	2020, the Hawaii public housing authority board of directors
12	adopted a set of rules, entitled "Section 8 Housing Choice
13	Voucher Landlord Incentive Program Rules", that provide the
14	structure for this program.
15	The purpose of this part is to provide additional
16	incentives for landlords to participate in the section 8 housing

1	choice voucher program by providing financial protections for
2	those landlords.
3	SECTION 2. Chapter 356D, Hawaii Revised Statutes, is
4	amended by adding a new section to part I to be appropriately
5	designated and to read as follows:
6	"§356D- Housing choice voucher landlord incentive
7	program. (a) The authority shall adopt rules, without regard
8	to chapter 91, to establish the following incentives for
9	landlords participating in the tenant-based assistance housing
10	choice voucher program under section 8 of the United States
11	Housing Act of 1937 (42 U.S.C. 1437f):
12	(1) The landlord may be reimbursed up to one month of rent
13	at the contract rate when the dwelling unit sits
14	vacant:
15	(A) Between rentals to tenants participating in the
16	section 8 housing choice voucher program; or
17	(B) When the landlord initially transitions the
18	dwelling unit to a rental under the section 8
19	housing choice voucher program; and
20	(2) The landlord may receive a signing bonus of up to one
21	month of rent at the contract rate when the landlord

1		first joins the section 8 housing choice voucher
2		program by entering into a contract with the authority
3		and securing a tenant participating in the section 8
4		housing choice voucher program for the dwelling unit;
5		provided that a landlord receiving the signing bonus
6		shall not also receive reimbursement under paragraph
7		(1)(B).
8	(b)	The incentives in subsection (a) shall supplement the
9	incentive	offered under the section 8 housing choice voucher
10	landlord	incentive program established pursuant to Act 215,
11	Session La	aws of Hawaii 2019, to reimburse landlords who
12	participa	te in the section 8 housing choice voucher landlord
13	incentive	program for repair costs of tenant-caused property
14	damage who	en the repair costs exceed the tenant's security
15	deposit.	
16	(c)	The following requirements shall apply to the
17	reimburse	ment of repair costs:
18	(1)	The landlord shall submit a claim to the authority
19		within thirty calendar days of the tenant vacating the
20		<pre>dwelling unit;</pre>

1	(2)	The authority may reimburse the landlord up to an
2		amount to be determined by the authority for verified
3		costs to repair the tenant-caused property damage,
4		subject to availability of funding; provided that the
5		costs of repair shall exceed the security deposit; and
6	(3)	Claims that exceed an amount to be determined by the
7		authority shall include an estimate from a licensed
8		contractor setting forth the costs to repair the
9		damages caused by the tenant to the dwelling unit."
10	SECT	ION 3. There is appropriated out of the general
11	revenues	of the State of Hawaii the sum of \$ or so
12	much there	eof as may be necessary for fiscal year 2022-2023 for
13	the cost	of the incentives established pursuant to section 2 of
14	this Act	and Act 215, Session Laws of Hawaii 2019, for landlords
15	who partic	cipate in the tenant-based assistance housing choice
16	voucher p	rogram under section 8 of the United States Housing Act
17	of 1937 (42 U.S.C. 1437f).
18	The s	sum appropriated shall be expended by the Hawaii public
19	housing a	uthority for the purposes of this part.
20		PART II

1 SECTION 4. The legislature finds that the administrative 2 rules applicable to section 8 housing choice voucher program 3 leases as administered by the Hawaii housing finance and 4 development corporation found at title 15, chapter 185, 5 subchapter 3, Hawaii Administrative Rules (sections 15-185-41 6 through 15-185-44, Hawaii Administrative Rules) require dwelling 7 units approved for lease under the program to meet minimum 8 housing quality standards. Similar emergency rules were adopted for application to the Hawaii public housing authority pursuant 10 to sections 17-2039-41 to 17-2039-44, Hawaii Administrative 11 Rules. Prior to approving a lease, the dwelling unit shall be 12 inspected within a reasonable time after receipt of the owner's 13 inspection request. In addition, the form of the lease shall 14 comply with United States Department of Housing and Urban 15 Development regulations and state and local law, specify 16 utilities and appliances supplied by the owner, and include a 17 federally prescribed tenancy addendum. If the dwelling unit is 18 determined to be suitable for the program and the lease meets 19 specified requirements of the program, the owner and tenant 20 requesting to lease the dwelling unit shall be notified and a 21 contract shall be executed.

1	me	registature further finds that specifying a maximum
2	number of	days within which the required inspection shall be
3	completed	will reflect the prioritization of increasing section
4	8 housing	availability and assure landlords and tenants of a
5	more expe	dited process. The legislature also finds that
6	creating	targeted positions and appropriating funds for those
7	positions	are necessary to achieve timely inspections and a
8	better co	ordinated and more responsive program.
9	The	purpose of this part is to:
10	(1)	Require the Hawaii public housing authority to adopt
11		rules to establish a maximum of fifteen days after
12		receipt of an owner's or landlord's inspection request
13		as a reasonable time within which to inspect a
14		dwelling unit for lease under the section 8 housing
15		choice voucher program; and
16	(2)	Establish positions within the Hawaii public housing
17		authority and appropriate funds to ensure that
18		prospective dwelling unit inspections are completed
19		within fifteen days of receipt of a request for lease
20		approval and to facilitate various aspects of the
21		section 8 housing choice voucher program.

1	SECTION 5. The authority shall adopt or amend
2	administrative rules, without regard to chapter 91, Hawaii
3	Revised Statutes, to establish a maximum of fifteen days after
4	receipt of an owner's or landlord's inspection request as a
5	reasonable time within which to inspect a dwelling unit for
6	lease under the section 8 housing choice voucher program.
7	SECTION 6. There is appropriated out of the general
8	revenues of the State of Hawaii the sum of \$ or so
9	much thereof as may be necessary for fiscal year 2022-2023 for
10	the Hawaii public housing authority, to be allocated as follows:
11	(1) \$ for two full-time equivalent (2.00 FTE)
12	permanent housing quality standards inspector II
13	positions to facilitate, coordinate, and monitor
14	inspections of dwelling units that are the subject of
15	applications for the section 8 housing choice voucher
16	program, and handle related duties; and
17	(2) \$ for three full-time equivalent (3.00 FTE)
18	permanent public housing specialist II positions to
19	facilitate, coordinate, and monitor various aspects of
20	the section 8 housing choice voucher program.

- 1 The sum appropriated shall be expended by the Hawaii public
- 2 housing authority for the purposes of this part.
- 3 PART III
- 4 SECTION 7. New statutory material is underscored.
- 5 SECTION 8. This Act shall take effect on July 30, 2075.

Report Title:

Housing; Housing Choice Voucher Landlord Incentive Program; Public Assistance Recipients; Section 8 Housing Choice Voucher Program; Landlord Incentives; Hawaii Public Housing Authority; Positions; Appropriation

Description:

Establishes the Housing Choice Voucher Landlord Incentive Program. Requires the Hawaii Public Housing Authority to adopt rules without regard to chapter 91, Hawaii Revised Statutes, to establish specified incentives for landlords who participate in the Tenant-Based Assistance Housing Choice Voucher Program under Section 8 of the United States Housing Act of 1937. Requires that the Hawaii Public Housing Authority adopt rules to establish a maximum of fifteen days after receipt of an owner's or landlord's inspection request as a reasonable time within which to inspect a dwelling unit for lease under the Section 8 Housing Choice Voucher Program. Appropriates funds. Effective 7/30/2075. (SD1)

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