#### JAN 2 1 2022

#### A BILL FOR AN ACT

RELATING TO HOUSING.

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

1	SECTION 1. The legislature finds that the cost and
2	availability of housing in the State are significant challenges
3	facing Hawaii residents. Although Hawaii has the tenth highest
4	median wage nationally, living expenses are two-thirds higher
5	than the rest of the nation, with the cost of housing being a
6	major contributing factor. According to the Honolulu Board of
7	Realtors, by August 2021 the median price for a single-family
8	home on Oahu had risen to \$1,050,000, while the median price for
9	condominiums on Oahu had risen to \$500,000. With a simple
10	mortgage calculator and using conservative assumptions on
11	interest rates and down payment amounts, a household needs to
12	earn \$200,000 annually to afford to buy a median-priced home on
13	Oahu in 2020, making homeownership out of reach for many of
14	Hawaii's residents, especially first-time buyers.
15	Because of the many barriers hindering the production of
16	new housing, such as geographic limitations, lack of major
17	infrastructure, construction costs, and government regulation,

- 1 the State and housing developers have not been able to produce
- 2 enough housing for Hawaii residents. According to a 2015 report
- 3 from the department of business, economic development, and
- 4 tourism, the projected long-run estimate of demand for total new
- 5 housing in Hawaii is between 64,700 to 66,000 for the 2015 to
- 6 2025 period. The legislature has responded through the passage
- 7 of various legislation. During the regular session of 2016, the
- 8 legislature passed a bill enacted as Act 127, Session Laws of
- 9 Hawaii 2016, that, among other things, established a goal of
- 10 developing or vesting the development of at least 22,500
- 11 affordable rental housing units ready for occupancy by the end
- 12 of 2026. During the regular session of 2017, the legislature
- 13 passed a bill enacted as Act 54, Session Laws of Hawaii 2017, to
- 14 expand the types of rental housing projects that can be exempt
- 15 from general excise tax, thereby encouraging the development of
- 16 rental housing projects targeted for occupancy by households at
- 17 or below the one hundred forty per cent area median income
- 18 level. During the regular session of 2018, the legislature
- 19 passed a bill enacted as Act 39, Session Laws of Hawaii 2018,
- 20 that, among other things, provides an estimated total value of
- 21 \$570,000,000 to address Hawaii's affordable rental housing

- 1 crisis and is expected to generate more than 25,000 affordable
- 2 units by the year 2030.
- 3 Despite these efforts, the amount of new construction of
- 4 housing, especially for low- to middle-income families,
- 5 continues to be inadequate as the supply of housing remains
- 6 constrained while demand for housing increases. This lack of
- 7 supply leads to higher housing prices and rents for households
- 8 of all income levels, leaving all tenants with less disposable
- 9 income, increasing the personal stress on buyers and renters,
- 10 and exacerbating overcrowding and homelessness. Given these
- 11 consequences, the lack of affordable housing requires the
- 12 concentrated attention of state government at the highest level.
- 13 The legislature further finds that Singapore faced a
- 14 housing crisis in the 1940s through 1960s but was subsequently
- 15 able to provide nearly one million residential units for its
- 16 citizens. The housing and development board--the government
- 17 entity responsible for the rapid increase in housing
- 18 development--plans, develops, and constructs the housing units,
- 19 including commercial, recreational, and social amenities. The
- 20 result is that units built by the housing and development board
- 21 house eighty per cent of the resident population and that,

- 1 overall, ninety per cent of the resident population are owners
- 2 of their units. Through government loans, subsidies, and grants
- 3 and the use of money saved through a government-run mandatory
- 4 savings program, residents are able to purchase residential
- 5 units at an affordable price, including options to upgrade to a
- 6 better living environment in the future.
- 7 The legislature further finds that with Honolulu's
- 8 construction of an elevated rail transit system, the State has
- 9 an opportunity to enhance Oahu's urban environment and increase
- 10 the quality of life for residents by increasing the affordable
- 11 housing inventory and eliminating the need for personal
- 12 automobiles, among other public benefits. As the largest
- 13 landowner of properties along the transit line, with
- 14 approximately two thousand acres under the jurisdiction of
- 15 various departments, the State must be proactive in establishing
- 16 a unified vision and approach toward redevelopment of its
- 17 properties to maximize the benefits of state lands available for
- 18 redevelopment.
- 19 The purpose of this Act is to:
- 20 (1) End the housing shortage in Hawaii;

1	(2)	Establish the ALOHA homes program to facilitate the	
2		creation of low-cost leasehold homes for sale to	
3		Hawaii residents on state-owned land near public	
4		transit stations; and	
5	(3)	Authorize the Hawaii public housing authority to sell	
6		the leasehold interest in residential condominium	
7		units located on state lands for lease terms of	
8		ninety-nine years.	
9	SECT	ION 2. Chapter 356D, Hawaii Revised Statutes, is	
10	amended by adding a new part to be appropriately designated an		
11	to read a	s follows:	
12		"PART . ALOHA HOMES PROGRAM	
13	§356	D-A Definitions. As used in this part, the following	
14	terms hav	e the following meanings, unless the context indicates	
15	a differe	nt meaning or intent:	
16	"ALO	HA" means affordable, locally owned homes for all.	
17	"ALO	HA home" means a residential unit within an urban	
18	redevelop	ment site.	
19	"Com	mercial project" means an undertaking involving	
20	commercia	l or light industrial development, which includes a	
21	mixed-use	development where commercial or light industrial	

- 1 facilities may be built into, adjacent to, under, or above
- 2 residential units.
- 3 "Multipurpose project" means a project consisting of any
- 4 combination of a commercial project, redevelopment project, or
- 5 residential project.
- 6 "Owner-occupied residential use" means any use currently
- 7 permitted in existing residential zones consistent with owner
- 8 occupancy, but does not include renting or subleasing by the
- 9 owner of an ALOHA home to any tenant or sublessee of any kind.
- 10 "Project" means a specific work or improvement, including
- 11 real and personal properties, or any interest therein, acquired,
- 12 owned, constructed, reconstructed, rehabilitated, or improved by
- 13 the authority, including a commercial project, redevelopment
- 14 project, or residential project.
- "Public agency" means any office, department, board,
- 16 commission, bureau, division, public corporation agency, or
- 17 instrumentality of the federal, state, or county government.
- 18 "Public facilities" includes streets, utility and service
- 19 corridors, and utility lines where applicable, sufficient to
- 20 adequately service developable improvements in an urban
- 21 redevelopment site, sites for schools, parks, parking garages,

- 1 sidewalks, pedestrian ways, and other community facilities.
- 2 "Public facilities" also includes public highways, as defined in
- 3 section 264-1, storm drainage systems, water systems, street
- 4 lighting systems, off-street parking facilities, sanitary
- 5 sewerage systems, facilities to address climate change and sea
- 6 level rise, as well as the land required for these facilities.
- 7 "Public facilities" also includes any facility owned and
- 8 operated by a public agency and having a useful life of at least
- 9 five years.
- "Public transit station" means:
- 11 (1) A station connected to a locally preferred alternative
- for a mass transit project; or
- 13 (2) For the city and county of Honolulu, a station of the
- 14 Honolulu rail transit system.
- 15 "Redevelopment project" means an undertaking for the
- 16 acquisition, clearance, replanning, reconstruction, and
- 17 rehabilitation, or a combination of these and other methods, of
- 18 an area for a residential project, for an incidental commercial
- 19 project, and for other facilities incidental or appurtenant
- 20 thereto, pursuant to and in accordance with this part. The term
- 21 "acquisition, clearance, replanning, reconstruction, and

- 1 rehabilitation" includes renewal, redevelopment, conservation,
- 2 restoration, or improvement, or any combination thereof.
- 3 "Residential project" means a project or that portion of a
- 4 multipurpose project, including residential dwelling units,
- 5 designed and intended for the purpose of providing housing and
- 6 any facilities as may be incidental or appurtenant thereto.
- 7 "Small and medium vendor" means a commercial vendor that
- 8 employs nine hundred ninety-nine employees or less.
- 9 §356D-B ALOHA homes program. There is established the
- 10 ALOHA homes program for the purpose of providing low-cost, high
- 11 density leasehold homes for sale to Hawaii residents on state-
- 12 owned lands within a one mile radius of a public transit
- 13 station.
- 14 §356D-C Urban redevelopment sites; established;
- 15 boundaries. There shall be established urban redevelopment
- 16 sites that shall include all state-owned land within a one mile
- 17 radius of a public transit station in a county having a
- 18 population greater than five hundred thousand.
- 19 §356D-D Rules; guidelines. (a) The authority shall
- 20 establish rules pursuant to chapter 91 on health, safety,
- 21 building, planning, zoning, and land use, which shall supersede

- 1 all other inconsistent ordinances and rules relating to the use,
- 2 zoning, planning, and development of land and construction
- 3 thereon. Rules adopted under this section shall follow existing
- 4 law, rules, ordinances, and regulations as closely as is
- 5 consistent with standards meeting minimum requirements of good
- 6 design, pleasant amenities, health, safety, and coordinated
- 7 development. The authority may provide that lands within urban
- 8 redevelopment sites shall not be developed beyond existing uses
- 9 or that improvements thereon shall not be demolished or
- 10 substantially reconstructed or provide other restrictions on the
- 11 use of the lands.
- 12 (b) The following shall be the principles generally
- 13 governing the authority's action in urban redevelopment sites:
- 14 (1) The program seeks to produce enough housing to meet
- housing demand;
- 16 (2) Each development may include facilities to replace any
- facilities that must be removed for the development's
- 18 construction;
- 19 (3) Developments shall endeavor to be revenue-neutral to
- the State and counties, and all revenues generated
- 21 shall be used for the purposes of this part;

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2		of each development and the impact of the development
3		on the education system, and any mitigation actions,
4		prior to construction;
5	(5)	The authority may build infrastructure beyond what
6		exists in any development under this part and may sell
7		the infrastructure capacity to private sector
8		developers;
9	(6)	The authority may build common area facilities for any
10		development undertaken pursuant to this part, which
11		shall be paid through the sales of ALOHA homes units;
12	(7)	Developments shall result in communities that permit
13		an appropriate land mixture of residential,
14		commercial, and other uses. In view of the innovative
15		nature of the mixed use approach, urban design

policies shall be established for the public and

redevelopment sites; provided that any of the

with chapter 343 and any federal environmental

private sectors in the proper development of urban

authority's proposed actions in urban redevelopment

sites that are subject to chapter 343 shall comply

(4) The authority shall consider the infrastructure burden

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	requirements; provided further that the authority may
	engage in any studies or coordinative activities
	permitted in this part that affect areas lying outside
	urban redevelopment sites where the authority, in its
	discretion, decides that those activities are
	necessary to implement the intent of this part. The
	studies or coordinative activities shall be limited to
	facility systems, resident and industrial relocation,
	and other activities engaged in with the counties and
	appropriate state agencies. The authority may engage
	in construction activities outside of urban
	redevelopment sites; provided that the construction
	relates to infrastructure development or residential
	or business relocation activities; provided further
	that the construction shall comply with the general
	plan, development plan, ordinances, and rules of the
	county in which the urban redevelopment site is
	located;
(8)	Activities shall be located so as to provide primary
	reliance on public transportation and pedestrian and

1		bicycle lacificies for internal circulation within
2		urban redevelopment sites or designated subareas;
3	(9)	Where compatible, land use activities within urban
4		redevelopment sites, to the greatest possible extent,
5		shall be mixed horizontally within blocks or other
6		land areas and vertically as integral units of
7		multi-purpose structures;
8	(10)	Development shall prioritize maximizing density;
9		provided that development may require a mixture of
10		densities, building types, and configurations in
11		accordance with appropriate urban design guidelines
12		and vertical and horizontal integration of residents
13		of varying incomes, ages, and family groups that
14		reflect the diversity of Hawaii;
15	(11)	Development shall provide necessary community
16		facilities, such as parks, community meeting places,
17		child care centers, schools, educational facilities,
18		libraries, and other services, within and adjacent to
19		residential development; provided that any school that
20		is provided by the authority as a necessary community
21		facility shall be exempt from school size requirements

1		as calculated by recent school site area averages
2		pursuant to section 302A-1602;
3	(12)	Public facilities within urban redevelopment sites
4		shall be planned, located, and developed so as to
5		support the redevelopment policies for the sites
6		established by this part and plans and rules adopted
7		pursuant to it;
8	(13)	Development shall be designed, to the extent possible
9		to minimize traffic, parking, the use of private
10		automobiles, and noise;
11	(14)	Development shall be subject to chapter 104;
12	(15)	On-site and off-site infrastructure funded by the
13		State or county, as applicable, shall be brought to
14		the development site; provided that the State and
15		respective county may be reimbursed for its
16		infrastructure contributions with proceeds from the
17		sale of ALOHA homes; and
18	(16)	Development shall include the establishment of a
19		building operating and maintenance program, together
20		with the funding to cover its cost.

- 1 (c) ALOHA homes within urban redevelopment sites shall not
- 2 be advertised for rent, rented, or used for any purpose other
- 3 than owner-occupied residential use; provided that the
- 4 authority, by rule, shall establish penalties for violations of
- 5 this subsection up to and including forced sale of an ALOHA
- 6 home.
- 7 (d) The design and development contracts for ALOHA homes
- 8 shall be subject to chapter 103D.
- 9 (e) The authority shall, in the interest of revenue-
- 10 neutrality, recoup expenses through the sales of the leasehold
- 11 interest of ALOHA homes and other revenue sources, including the
- 12 leasing of commercial space.
- 13 §356D-E Sale of the leasehold interest of ALOHA homes;
- 14 rules; guidelines. (a) The authority shall adopt rules,
- 15 pursuant to chapter 91, for the sale of the leasehold interest
- 16 of ALOHA homes under its control within urban redevelopment
- 17 sites; provided that each lease shall be for a term of ninety-
- 18 nine years. The rules shall include the following requirements
- 19 for an eligible buyer or owner of an ALOHA home within an urban
- 20 redevelopment site:

•	( 1 )	the person sharr be a quarrited resident of the state
2		as defined in section 201H-32;
3	(2)	The person shall not use the ALOHA home for any
4		purpose other than owner-occupied residential use; and
5	(3)	The person, or the person's spouse, or any other
6		person intending to live with the eligible buyer or
7		owner, shall not own any other real property,
8		including any residential and non-residential
9		property, beneficial ownership of trusts, and co-
10		ownership or fractional ownership, while owning an
11		ALOHA home in an urban redevelopment site; provided
12		that an eligible buyer may own real property up to six
13		months after closing on the purchase of an ALOHA home;
14		provided further that an owner of an ALOHA home in the
15		process of selling the ALOHA home may own other real
16		property up to six months prior to closing on the sale
17		of the ALOHA home to an eligible buyer;
18	provided	that the rules under this subsection shall not include
19	any requi	rements or limitations related to an individual's
20	income or	any preferences to first-time home buyers. The rules
21	shall inc	lude strict enforcement of owner-occupancy, including a

- 1 prohibition on renting or leasing an ALOHA home to any tenant or
- 2 lessee. Enforcement of the owner-occupancy condition may
- 3 include requirements for the use of facial recognition,
- 4 fingerprint authorization, or retina scan technologies, in-
- 5 person verification of owner-occupants, and prevention of access
- 6 to all unauthorized persons. The authority may also establish
- 7 rules for a minimum number of days residents must be physically
- 8 present on the premises and a maximum number of days non-
- 9 residents may have access to the premises.
- 10 (b) The median ALOHA homes within urban redevelopment
- 11 sites shall be priced at the minimum levels necessary to ensure
- 12 that the development is revenue neutral for the State and
- 13 counties. The median ALOHA homes price shall be adjusted
- 14 annually for inflation, as determined by the Bureau of Labor
- 15 Statistics Consumer Price Index for urban Hawaii.
- 16 (c) The authority shall establish waitlists for each
- 17 residential development for eligible buyers to determine the
- 18 order in which ALOHA homes shall be sold. Waitlist priorities
- 19 may include school, college, or university affiliation if the
- 20 residential property is a redeveloped school, college, or
- 21 university; proximity of an eliqible buyer's existing residence



- 1 to an ALOHA home within the urban redevelopment site; and other
- 2 criteria based on the impact that the development has on the
- 3 eliqible buyer.
- 4 (d) ALOHA homes within urban redevelopment sites shall be
- 5 sold only to other eligible buyers.
- 6 (e) An owner of an ALOHA home may sell the ALOHA home
- 7 provided that the authority shall have the right of first
- 8 refusal to purchase the ALOHA home at a price that is determined
- 9 by the authority using the price at which the owner purchased
- 10 the ALOHA home as the cost basis, adjusted for inflation, as
- 11 determined by the department of business, economic development,
- 12 and tourism using the Consumer Price Index for All Urban
- 13 Consumers for Honolulu, and may include a percentage of the
- 14 appreciation, if any, in value of the unit based on an appraisal
- 15 obtained by the authority. If the authority does not exercise
- 16 its right to purchase the ALOHA home, the ALOHA home may be sold
- 17 by the owner to an eliqible buyer; provided that the authority
- 18 shall retain seventy-five per cent of all profits from the sale
- 19 net of closing and financing costs, using the price at which the
- 20 owner purchased the ALOHA home, plus documented capital
- 21 improvements, as the cost basis. Upon the death of the owner of

- 1 an ALOHA home, the ALOHA home may be transferred to the
- 2 deceased's heir by devise or as any other real property under
- 3 existing law.
- 4 §356D-F Use of public lands; acquisition of state lands.
- 5 (a) If state lands under the control and management of other
- 6 public agencies are required by the authority for the purposes
- 7 of this part, the agency having the control and management of
- 8 those required lands, upon request by the authority and with the
- 9 approval of the governor, may convey or lease those lands to the
- 10 authority upon terms and conditions as may be agreed to by the
- 11 parties.
- 12 (b) Notwithstanding the foregoing, no public lands shall
- 13 be conveyed or leased to the authority pursuant to this section
- 14 if the conveyance or lease would impair any covenant between the
- 15 State or any county or any department or board thereof and the
- 16 holders of bonds issued by the State or that county, department,
- or board.
- 18 §356D-G Acquisition of real property from a county.
- 19 Notwithstanding the provision of any law or charter, any county,
- 20 by resolution of its county council, may, without public
- 21 auction, sealed bids, or public notice, sell, lease, grant, or

- 1 convey to the authority any real property owned by it that the
- 2 authority certifies to be necessary for the purposes of this
- 3 part. The sale, lease, grant, or conveyance shall be made with
- 4 or without consideration and upon terms and conditions as may be
- 5 agreed upon by the county and the authority. Certification
- 6 shall be evidenced by a formal request from the authority.
- 7 Before the sale, lease, grant, or conveyance may be made to the
- 8 authority, a public hearing shall be held by the county council
- 9 to consider the same. Notice of the hearing shall be published
- 10 at least six days before the date set for the hearing in the
- 11 publication and in the manner as may be designated by the county
- 12 council.
- 13 §356D-H Condemnation of real property. The authority,
- 14 upon making a finding that it is necessary to acquire any real
- 15 property for its immediate or future use for the purposes of
- 16 this part, may acquire the property, including property already
- 17 devoted to a public use, by condemnation pursuant to chapter
- 18 101. The property shall not thereafter be taken for any other
- 19 public use without the consent of the authority. No award of
- 20 compensation shall be increased by reason of any increase in the
- 21 value of real property caused by the designation of the urban

- 1 redevelopment site or plan adopted pursuant to a designation, or
- 2 the actual or proposed acquisition, use, or disposition of any
- 3 other real property by the authority.
- 4 §356D-I Construction contracts. The construction
- 5 contracts for ALOHA homes shall be subject to chapter 103D.
- 6 §356D-J Lease of projects. Notwithstanding any law to the
- 7 contrary, the authority, without recourse to public auction or
- 8 public notice for sealed bids, may lease for a term not
- 9 exceeding sixty-five years all or any portion of the real or
- 10 personal property constituting a commercial project to any
- 11 person, upon terms and conditions as may be approved by the
- 12 authority; provided that all revenues generated from the lease
- 13 shall be used to support the purpose of the ALOHA homes program.
- 14 §356D-K Dedication for public facilities as condition to
- 15 development. The authority shall establish rules requiring
- 16 dedication for public facilities of land or facilities by
- 17 developers as a condition of developing real property within
- 18 urban redevelopment sites. Where state and county public
- 19 facilities dedication laws, ordinances, or rules differ, the
- 20 provision for greater dedication shall prevail.

1 §356D-L ALOHA homes revolving fund. There is established 2 the ALOHA homes revolving fund into which all receipts and revenues of the authority pursuant to this part shall be 3 4 deposited. Proceeds from the fund shall be used for the 5 purposes of this part. 6 §356D-M Expenditures of ALOHA homes revolving fund under the authority exempt from appropriation and allotment. Except 7 as to administrative expenditures, and except as otherwise 8 9 provided by law, expenditures from the ALOHA homes revolving 10 fund administered by the authority may be made by the authority 11 without appropriation or allotment of the legislature; provided that no expenditure shall be made from and no obligation shall 12 be incurred against the ALOHA homes revolving fund in excess of 13 the amount standing to the credit of the fund or for any purpose 14 for which the fund may not lawfully be expended. Nothing in 15 sections 37-31 to 37-41 shall require the proceeds of the ALOHA 16 homes revolving fund administered by the authority to be 17 18 reappropriated annually. §356D-N Assistance by state and county agencies. 19 20 state or county agency may render services for the purposes of this part upon request of the authority. 21

- 1 §356D-O Lands no longer needed. Lands acquired by the
- 2 authority from another government agency that are no longer
- 3 needed for the ALOHA homes program by the authority shall be
- 4 returned to the previous owner of those lands. Lands acquired
- 5 by the authority from a private party that are owned by the
- 6 authority and designated for the ALOHA homes program but are
- 7 subsequently no longer needed for the ALOHA homes program shall
- 8 be retained by the authority.
- 9 §356D-P Rules. The authority may adopt rules pursuant to
- 10 chapter 91 that are necessary for the purposes of this part.
- 11 §356D-Q Leasehold condominiums on state lands. (a) The
- 12 authority may sell leasehold units in condominiums organized
- 13 pursuant to chapter 514B and developed under this part on state
- 14 land to a "qualified resident" as defined in section 201H-32.
- 15 (b) The term of the lease may be for ninety-nine years,
- 16 and the authority may extend or modify the fixed rental period
- 17 of the lease or extend the term of the lease.
- 18 (c) The powers conferred upon the authority by this
- 19 section shall be in addition and supplemental to the powers
- 20 conferred by any other law, and nothing in this section shall be

- 1 construed as limiting any powers, rights, privileges, or
- 2 immunities so conferred."
- 3 SECTION 3. Chapter 237, Hawaii Revised Statutes, is
- 4 amended by adding a new section to be appropriately designated
- 5 and to read as follows:
- 6 "§237- Exemption of sale of leasehold interest for ALOHA
- 7 home units. In addition to the amounts exempt under section
- 8 237-24, this chapter shall not apply to amounts received from
- 9 the sale of a leasehold interest in an ALOHA home under chapter
- 10 356D, part ."
- 11 SECTION 4. Section 171-64.7, Hawaii Revised Statutes, is
- 12 amended by amending subsection (a) to read as follows:
- "(a) This section applies to all lands or interest therein
- 14 owned or under the control of state departments and agencies
- 15 classed as government or crown lands previous to August 15,
- 16 1895, or acquired or reserved by the government upon or
- 17 subsequent to that date by purchase, exchange, escheat, or the
- 18 exercise of the right of eminent domain, or any other manner,
- 19 including accreted lands not otherwise awarded, submerged lands,
- 20 and lands beneath tidal waters that are suitable for

1	reclamation	on, together with reclaimed lands that have been given
2	the status	s of public lands under this chapter, including:
3	(1)	Land set aside pursuant to law for the use of the
4		United States;
5	(2)	Land to which the United States relinquished the
6		absolute fee and ownership under section 91 of the
7		Organic Act prior to the admission of Hawaii as a
8		state of the United States;
9	(3)	Land to which the University of Hawaii holds title;
10	(4)	Land to which the Hawaii housing finance and
11		development corporation in its corporate capacity
12		holds title;
13	(5)	Land to which the department of agriculture holds
14		title by way of foreclosure, voluntary surrender, or
15		otherwise, to recover moneys loaned or to recover
16		debts otherwise owed the department under chapter 167;
17	(6)	Land that is set aside by the governor to the Aloha
18		Tower development corporation or land to which the
19		Aloha Tower development corporation holds title in its
20		corporate capacity;

1	(7)	Land that is set aside by the governor to the
2		agribusiness development corporation or land to which
3		the agribusiness development corporation in its
4		corporate capacity holds title;
5	(8)	Land to which the Hawaii technology development
6		corporation in its corporate capacity holds title;
7	(9)	Land to which the department of education holds title;
8	(10)	Land that is set aside by the governor to the Hawaii
9		public housing authority; land leased to the Hawaii
10		public housing authority by any department or agency
11		of the State; or land to which the Hawaii public
12		housing authority in its corporate capacity holds
13		title; provided that no land set aside by the governor
14		shall be ceded lands;
15	(11)	Land to which the stadium authority holds title; and
16	[+] (12) [+]	Land to which the school facilities authority holds
17		title."
18	SECT	ION 5. Section 302A-1603, Hawaii Revised Statutes, is
19	amended by	y amending subsection (b) to read as follows:
20	" (b)	The following shall be exempt from this section:

1	(1)	Any form of housing permanently excluding school-aged
2		children, with the necessary covenants or declarations
3		of restrictions recorded on the property;
4	(2)	Any form of housing that is or will be paying the
5		transient accommodations tax under chapter 237D;
6	(3)	All nonresidential development;
7	(4)	Any development with an executed education
8		contribution agreement or other like document with the
9		authority or the department for the contribution of
10		school sites or payment of fees for school land or
11		school construction; [and]
12	(5)	Any form of housing developed by the department of
13		Hawaiian home lands for use by beneficiaries of the
14		Hawaiian Homes Commission Act, 1920, as amended $[-]$ ;
15		and
16	(6)	Any form of development by the Hawaii public housing
17		authority pursuant to chapter 356D, part ."
18	SECT	ION 6. There is appropriated out of the general
19	revenues	of the State of Hawaii the sum of \$ or so
20	much ther	eof as may be necessary for fiscal year 2022-2023 to be

- 1 deposited into the ALOHA homes revolving fund established
- 2 pursuant to section 356D-L, Hawaii Revised Statutes.
- 3 SECTION 7. There is appropriated out of the ALOHA homes
- 4 revolving fund the sum of \$ or so much thereof as may
- 5 be necessary for fiscal year 2022-2023 for the purposes for
- 6 which the revolving fund is established.
- 7 The sum appropriated shall be expended by the Hawaii public
- 8 housing authority for the purposes of this Act.
- 9 SECTION 8. There is appropriated out of the general
- 10 revenues of the State of Hawaii the sum of \$ or so
- 11 much thereof as may be necessary for fiscal year 2022-2023 to
- 12 fund:
- (1) One full-time equivalent (1.0 FTE) program manager
- 14 position;
- 15 (2) One full-time equivalent (1.0 FTE) compliance
- specialist position; and
- 17 (3) One full-time equivalent (1.0 FTE) fiscal clerk
- 18 position,
- 19 within the Hawaii public housing authority for the ALOHA Homes
- 20 program.



- 1 The sum appropriated shall be expended by the department of
- 2 human services for the purposes of this Act.
- 3 SECTION 9. In codifying the new sections added by section
- 4 2 of this Act, the revisor of statutes shall substitute
- 5 appropriate section numbers for the letters used in designating
- 6 the new sections in this Act.
- 7 SECTION 10. Statutory material to be repealed is bracketed
- 8 and stricken. New statutory material is underscored.
- 9 SECTION 11. This Act shall take effect on July 1, 2022.

10

INTRODUCED BY:



#### Report Title:

Hawaii Public Housing Authority; Affordable Housing; ALOHA Homes; Revolving Fund; Public Land Exemptions; Appropriation

#### Description:

Establishes the ALOHA Homes Program to develop low-cost homes on state-owned and county-owned land in urban redevelopment sites to be sold in leasehold by the Hawaii Public Housing Authority to qualified residents. Exempts certain land from the definition of public lands. Requires Hawaii Public Housing Authority to gain legislative approval before disposing of certain lands. Provides for the disposition of lands acquired by the Hawaii Public Housing Authority but no longer needed for the ALOHA Homes Program. Appropriates funds.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.