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. Chapter 46, Hawaii Revised Statutes, is amended
2	by adding a new section to part I to be appropriately designated
3	and to read as follows:
4	"§46- Housing development projects; emergency shelters;
5	restrictions; fines. (a) This section shall be known and may
6	be cited as the Housing Accountability Act.
7	(b) No county shall disapprove a housing development
8	project or an emergency shelter, or condition approval in a
9	manner that renders the housing development project infeasible
10	for development of housing or an emergency shelter, including
11	through the use of design review standards, unless it makes
12	written findings, based upon a preponderance of the evidence in
13	the record, as to one of the following:
14	(1) The county has met or exceeded any affordable housing
15	obligation to develop vacant lots, single-family
16	residences, multi-family residences, or any other type
17	of residence for sale or rent to individuals with a

1		specified income range; provided that any disapproval
2		or conditional approval pursuant to this paragraph
3		shall be in accordance with applicable laws, rules, or
4		standards;
5	(2)	The housing development project or emergency shelter
6		as proposed would have a specific, adverse impact upon
7		the public health or safety, and there is no feasible
8		method to satisfactorily mitigate or avoid the
9		specific, adverse impact without rendering the
10		development of housing or emergency shelter
11		financially infeasible; provided that inconsistency
12		with applicable zoning ordinances or state land use
13		classification shall not constitute a specific,
14		adverse impact upon the public health or safety;
15	(3)	The denial of the housing development project or
16		imposition of conditions is required in order to
17		comply with specific state or federal law, and there
18		is no feasible method to comply without rendering the
19		development of housing or emergency shelter
20		financially infeasible;

1	(4)	The housing development project of emergency shereer
2		is proposed on land within the agricultural district
3		or conservation district, pursuant to section 205-2,
4		or does not have adequate water or wastewater
5		facilities to serve the project; and
6	(5)	The housing development project or emergency shelter
7		is inconsistent with the applicable zoning ordinances,
8		county general plan, and state land use
9		classifications; provided that this paragraph shall
10		not be used to disapprove or conditionally approve a
11		housing development project or emergency shelter if:
12		(A) A change was made to the applicable zoning
13		ordinances, county general plan, or state land
14		use classification subsequent to the date the
15		application was deemed complete;
16		(B) The county has failed to identify lands that can
17		be developed for housing to provide for the
18		county's share of the regional housing needs for
19		all income levels and the housing development
20		project is proposed for a site designated in the
21		county general plan for residential uses, or

1		comme	ercial uses if residential uses are permitted
2		or co	onditionally permitted within commercial
3		desig	gnations. In any action in court, the burden
4		of pr	coof shall be on the county to show that its
5		plan	identifies adequate sites with appropriate
6		zonir	ng and development standards and with
7		serv	ices and facilities to accommodate the
8		count	y's share of the regional housing need; and
9	<u>(C)</u>	The e	emergency shelter is proposed for a site
10		desig	gnated in the county general plan for
11		indus	strial, commercial, or multifamily
12		resid	dential uses and the county has failed to:
13		<u>(i)</u>	Identify a zone where emergency shelters are
14			allowed as a permitted use without a
15			conditional use or other discretionary
16			permit;
17	-	(ii)	Demonstrate that the identified zone
18			includes insufficient capacity to
19			accommodate the need for an emergency
20			shelter; or

1	(iii) Demonstrate that the identified zone cannot
2	accommodate at least one emergency shelter.
3	(c) Nothing in this section shall be construed to prohibit
4	a county from requiring the housing development project to
5	comply with objective, quantifiable, and written development
6	standards, conditions, and policies appropriate to, and
7	consistent with, meeting the county's share of the regional
8	housing need; provided that the development standards,
9	conditions, and policies shall be applied to facilitate and
10	accommodate development at the density allowed on the site and
11	proposed by the development.
12	(d) Nothing in this section shall be construed to prohibit
13	a county from requiring an emergency shelter project to comply
14	with objective, quantifiable, and written development standards,
15	conditions, and policies; provided that the development
16	standards, conditions, and policies shall be applied by the
17	county to facilitate and accommodate the development of the
18	emergency shelter.
19	(e) This section does not prohibit a county from imposing
20	fees and other exactions otherwise authorized by law that are

essential to provide necessary public services and facilities to 1 2 the housing development project or emergency shelter. 3 (f) For purposes of this section, a housing development 4 project or emergency shelter shall be deemed consistent, 5 compliant, and in conformity with an applicable plan, program, 6 policy, ordinance, standard, requirement, or other similar provision if there is substantial evidence that would allow a 7 8 reasonable person to conclude that the housing development 9 project or emergency shelter is consistent, compliant, or in 10 conformity. 11 (g) If any county denies approval or imposes conditions, 12 including design changes, lower density, or a reduction of the 13 percentage of a lot that may be occupied by a building or 14 structure under the applicable planning and zoning in force at the time the application is deemed complete, and the denial of 15 16 the development or the imposition of conditions on the 17 development is the subject of a court action that challenges the denial or the imposition of conditions, then the burden of proof 18

shall be on the county to show that its decision is consistent

with the findings as described in subsection (b).

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1	(h)	When a proposed housing development project complies	
2	with appl	icable, objective county general plan, zoning, and	
3	subdivisi	on standards and criteria, including design review	
4	standards	, in effect at the time that the housing development	
5	project's	application is determined to be complete, but the	
6	county pr	oposes to disapprove the project or to impose a	
7	condition	that the project be developed at a lower density, the	
8	county sh	all base its decision regarding the proposed housing	
9	development project upon written findings supported by a		
10	preponder	ance of the evidence on the record that the following	
11	condition	s exist:	
12	(1)	The housing development project would have a specific,	
13		adverse impact upon the public health or safety unless	
14		the housing development project is disapproved or	
15		approved upon the condition that the housing	
16		development project be developed at a lower density;	
17		and	
18	(2)	There is no feasible method to satisfactorily mitigate	
19		or avoid the adverse impact other than the disapproval	
20		of the housing development project or the approval of	

1		the housing development project upon the condition
2		that it be developed at a lower density.
3	(i)	If the county considers a proposed housing development
4	project t	o be inconsistent, not in compliance, or not in
5	conformit	y with an applicable plan, program, policy, ordinance,
6	standard,	requirement, or other similar provision as specified
7	in this p	art, the county shall provide the applicant with
8	written d	ocumentation identifying the provision, and an
9	explanati	on of the reason the county considers the housing
10	developme	nt to be inconsistent, not in compliance, or not in
11	conformit	y as follows:
12	(1)	Within thirty days of the date that the application
13		for the housing development project is determined to
14		be complete, if the housing development project
15		contains one hundred fifty or fewer housing units; or
16	(2)	Within sixty days of the date that the application for
17		the housing development project is determined to be
18		complete, if the housing development project contains
19		more than one hundred fifty units.
20	(j)	If the county fails to provide the required
21	documenta	tion pursuant to subsection (i), the housing

- 1 development project shall be deemed consistent, compliant, and
- 2 in conformity with the applicable plan, program, policy,
- 3 ordinance, standard, requirement, or other similar provision.
- 4 (k) The applicant, a person who would be eliqible to apply
- 5 for residency in the housing development project or emergency
- 6 shelter or a housing organization may bring an action to enforce
- 7 this section. If, in any action brought to enforce this
- 8 section, a court finds that either the county, in violation of
- 9 subsection (b), disapproved a housing development project or
- 10 conditioned its approval in a manner rendering it infeasible for
- 11 the development of housing or an emergency shelter without
- 12 making the findings required by this section or without making
- 13 findings supported by a preponderance of the evidence, or the
- 14 county, in violation of subsection (h), disapproved a housing
- 15 development project complying with applicable, objective county
- 16 general plan and zoning standards and criteria, or imposed a
- 17 condition that the housing development project be developed at a
- 18 lower density, without making the findings required by this
- 19 section or without making findings supported by a preponderance
- 20 of the evidence, the court shall issue an order or judgment
- 21 compelling compliance with this section within sixty days,



- 1 including but not limited to an order that the county take
- 2 action on the housing development project or emergency shelter.
- 3 The court may issue an order or judgment directing the county to
- 4 approve the housing development project or emergency shelter if
- 5 the court finds that the county acted in bad faith when it
- 6 disapproved or conditionally approved the housing development
- 7 project or emergency shelter in violation of this section. The
- 8 court shall retain jurisdiction to ensure that its order or
- 9 judgment is carried out and shall award reasonable attorney's
- 10 fees and costs of suit to the plaintiff or petitioner, except
- 11 under extraordinary circumstances in which the court finds that
- 12 awarding fees would not further the purposes of this section.
- 13 (1) Upon a determination that the county has failed to
- 14 comply with the order or judgment compelling compliance with
- 15 this section within sixty days issued pursuant to subsection
- 16 (k), the court shall impose fines on the county that has
- 17 violated this section. The fine shall be in a minimum amount of
- 18 \$10,000 per housing unit in the housing development project on
- 19 the date the application was deemed complete. Any fines
- 20 collected pursuant to this section shall be deposited into the

1	awelling	unit revolving fund created pursuant to
2	section 2	01H-191.
3	(m)	If the court determines that its order or judgment has
4	not been	carried out within sixty days, the court may issue
5	further c	orders as provided by law to ensure that the purposes
6	and polic	eies of this section are fulfilled.
7	(n)	For the purposes of this section:
8	"Hou	sing development project" means a use consisting of any
9	of the fo	llowing:
10	(1)	Residential units that are priced to be affordable to
11		residents at or below one hundred per cent area medium
12		<pre>income only;</pre>
13	(2)	Mixed-use developments consisting of residential and
14		nonresidential uses with at least two-thirds of the
15		square footage designated for residential use; or
16	(3)	Transitional housing or supportive housing.
17	<u>"Hou</u>	sing organization" means a trade or industry group
18	whose loc	al members are primarily engaged in the construction or
19	managemen	t of housing units or a nonprofit organization whose
20	mission i	ncludes providing or advocating for increased access to
21	housing f	or low income households and have filed written or oral



- 1 comments with the local agency prior to action on the housing
- 2 development project.
- 3 "Lower density" includes any conditions that have the same
- 4 effect or impact on the ability of the project to provide
- 5 housing.
- "Specific, adverse impact" means a significant, 6
- 7 quantifiable, direct, and unavoidable impact, based on
- 8 objective, identified written public health or safety standards,
- 9 policies, or conditions as they existed on the date an
- 10 application was deemed complete."
- 11 SECTION 2. This Act does not affect rights and duties that
- 12 matured, penalties that were incurred, and proceedings that were
- 13 begun before its effective date.
- 14 SECTION 3. New statutory material is underscored.
- SECTION 4. This Act shall take effect upon its approval. 15

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#### Report Title:

Housing Development Project; Emergency Shelters; Counties

#### Description:

Restricts any county from disapproving or imposing certain conditions on a housing development project for housing or an emergency shelter unless the county meets certain requirements.

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