STAND. COM. REP. NO. 524

Honolulu, Hawaii

FEB 1 9 2021

RE: S.B. No. 779

Honorable Ronald D. Kouchi President of the Senate Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Housing, to which was referred S.B. No. 779 entitled:

"A BILL FOR AN ACT RELATING TO HOUSING PRODUCTION,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Require each county to authorize construction for a specified number of new housing units; and
- (2) Reduce the amount of transient accommodation tax revenue the counties receive if they fail to meet the authorized housing requirements.

Your Committee received testimony in support of this measure from the Building Industry Association of Hawaii. Your Committee received comments on this measure from the Maui Chamber of Commerce.

Your Committee finds that Hawaii has a housing crisis. A recent study by the Department of Business, Economic Development, and Tourism found that the State will require more than fifty thousand additional new homes by the year 2025. And while this forecast projects an acute housing shortage, there has been a lack of measurable progress at the county level to enact policies that will stimulate housing production to meet project demand. This measure will require each county to annually authorize the

construction of ten percent of the forecasted demand by 2025, thus creating more housing for the residents of the State.

As affirmed by the record of votes of the members of your Committee on Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 779 and recommends that it pass Second Reading and be referred to your Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Housing,

STANLEY CHAG, Char

The Senate Thirty-First Legislature State of Hawai'i

Record of Votes Committee on Housing HOU

Bill / Resolution No.:*	Committee Referral: Date:				
SB 779	HOU, WAM 2/9/21				
The Committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
CHANG, Stanley (C)					
KANUHA, Dru Mamo (VC)					
MORIWAKI, Sharon Y.					
RHOADS, Karl			<u> </u>		
FEVELLA, Kurt					
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TOTAL		4	7		0
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

^{*}Only one measure per Record of Votes