

JAN 17 2024

A BILL FOR AN ACT

RELATING TO THE DWELLING UNIT REVOLVING FUND.

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

1 SECTION 1. Chapter 201H, Hawaii Revised Statutes, is
2 amended by adding a new section to be appropriately designated
3 and to read as follows:

4 "§201H- Interim construction subaccount. (a) The
5 corporation shall establish and operate an interim construction
6 subaccount within the dwelling unit revolving fund established
7 pursuant to section 201H-191 to be used for the interim
8 financing of new construction projects pursuant to section
9 201H-43.

10 (b) Funds from the subaccount shall be prioritized for
11 projects that are on state or county-owned lands located in
12 counties with a population less than five hundred thousand;
13 provided that for units in for-sale projects, the units shall be
14 made available only to Hawaii residents who are owner-occupants
15 and own no other real property.

16 (c) The corporation shall adopt rules in accordance with
17 chapter 91 for the purpose of this section."



1 SECTION 2. Section 201H-43, Hawaii Revised Statutes, is
2 amended by amending subsection (a) to read as follows:

3 "(a) The corporation may provide interim construction
4 loans to eligible developers. In addition to the rate of
5 interest charged on interim loans, the corporation may charge
6 loan commitment fees to be determined by rules adopted by the
7 corporation. Loans made from the interim construction
8 subaccount shall be subject to the provisions of section
9 201H- ."

10 SECTION 3. Section 201H-191, Hawaii Revised Statutes, is
11 amended by amending subsection (b) to read as follows:

12 "(b) Subject to the requirements of subsection (a),
13 proceeds in the revolving fund may be used to establish and
14 operate regional state infrastructure subaccounts pursuant to
15 section 201H-191.5[-] and the interim construction subaccount
16 pursuant to section 201H- ."

17 SECTION 4. The director of finance is authorized to issue
18 general obligation bonds in the sum of \$ or so much
19 thereof as may be necessary and the same sum or so much thereof
20 as may be necessary is appropriated for fiscal year 2024-2025 to
21 be deposited into the interim construction subaccount of the

1 dwelling unit revolving fund for the purpose of interim
2 financing for new construction projects pursuant to section
3 201H-43.

4 SECTION 5. The appropriation made by this Act shall not
5 lapse at the end of the fiscal year for which the appropriation
6 is made; provided that all moneys from the appropriation
7 unencumbered as of June 30, 2026, shall lapse as of that date.

8 SECTION 6. Statutory material to be repealed is bracketed
9 and stricken. New statutory material is underscored.

10 SECTION 7. This Act shall take effect on July 1, 2024.

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INTRODUCED BY:

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S.B. NO. 2077

Report Title:

Housing; Dwelling Unit Revolving Fund; Interim Construction; GO Bonds; Appropriation

Description:

Establishes an Interim Construction Subaccount within the Dwelling Unit Revolving Fund to be used for the interim financing of new construction projects under section 201H-43, HRS, prioritizing projects located on state or county-owned lands in counties with a population of less than five hundred thousand; provided that, for units in for-sale projects, the units shall be made available only to Hawaii residents who are owner-occupants and own no other real property.

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

