

MAR 08 2024

SENATE CONCURRENT RESOLUTION

REQUESTING THE HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION TO ADOPT ADMINISTRATIVE RULES TO ENABLE CREDIT ENHANCEMENT FOR CONSTRUCTION LOANS UNDER THE RENTAL HOUSING REVOLVING FUND.

1 WHEREAS, the State has extremely high housing development
2 costs, which have worsened in light of currently high interest
3 rates; and

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5 WHEREAS, these costs put added strain on housing
6 developers; and

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8 WHEREAS, these costs are ultimately passed on to housing
9 residents; and

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11 WHEREAS, allowing the Rental Housing Revolving Fund to
12 provide credit enhancement for construction loans will reduce
13 the related financing costs and therefore development costs; and

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15 WHEREAS, the Hawaii Housing Finance and Development
16 Corporation is intimately involved in the underwriting and
17 funding of the construction loan takeout financing, and as such,
18 allowing credit enhancement will pose little risk to the Rental
19 Housing Revolving Fund; now, therefore,

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21 BE IT RESOLVED by the Senate of the Thirty-second
22 Legislature of the State of Hawaii, Regular Session of 2024, the
23 House of Representatives concurring, that the Hawaii Housing
24 Finance and Development Corporation is requested to adopt
25 administrative rules to enable credit enhancement for
26 construction loans under the Rental Housing Revolving Fund; and

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28 BE IT FURTHER RESOLVED that certified copies of this
29 Concurrent Resolution be transmitted to the Executive Director
30 of the Hawaii Housing Finance and Development Corporation and



S.C.R. NO. 61

1 the Chairperson of the Board of Directors for the Hawaii Housing
2 Finance and Development Corporation.

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OFFERED BY:  _____

