

Honolulu, Hawaii

Feb 7, 2008

RE: H.B. No. 3060
H.D. 1

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fourth State Legislature
Regular Session of 2008
State of Hawaii

Sir:

Your Committee on Water, Land, Ocean Resources & Hawaiian Affairs, to which was referred H.B. No. 3060 entitled:

"A BILL FOR AN ACT AUTHORIZING THE RESALE OF RESERVED HOUSING UNITS BY THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY,"

begs leave to report as follows:

The purpose of this bill is to authorize the Hawaii Community Development Authority (HCDA) to resell reserved housing units.

HCDA and the Office of Hawaiian Affairs testified in support of this bill.

Your Committee finds that Act 317, Session Laws of Hawaii 2006, which sought to prevent HCDA from alienating public lands within the Kakaako Community District, which it holds title to in its corporate capacity, also resulted in HCDA's inability to resell the reserved housing units that are bought back by HCDA. Under the HCDA program, reserved housing units are sold to Hawaii residents who:

- (1) Earn 140 percent or less of the median income;
- (2) Have not owned real property for the prior three years;
and
- (3) Are owner-occupants, and not investors.



The buyback provisions allow homeownership opportunities to these low- to moderate-income residents while preventing "windfall" profits, by requiring that these residents first offer the unit to HCDA if they seek to sell the home. Once HCDA buys back the property, HCDA can resell the property to another qualified buyer. The passage of this bill will allow HCDA to offer these units to eligible residents.

Your Committee has amended this bill by:

- (1) Changing the effective date to July 1, 2020, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for style, clarity, and consistency.

As affirmed by the record of votes of the members of your Committee on Water, Land, Ocean Resources & Hawaiian Affairs that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 3060, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 3060, H.D. 1, and be referred to the Committee on Human Services & Housing.

Respectfully submitted on
behalf of the members of the
Committee on Water, Land, Ocean
Resources & Hawaiian Affairs,

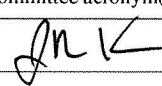


KEN ITO, Chair



State of Hawaii
House of Representatives
The Twenty-fourth Legislature

Record of Votes of the Committee on Water, Land, Ocean Resources & Hawaiian Affairs

Bill/Resolution No.: HB 3060	Committee Referral: WLH, HSH, FIN	Date: 2-4-08		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
WLH Members	Ayes	Ayes (WR)	Nays	Excused
1. ITO, Ken (C)	/			
2. KARAMATSU, Jon Riki (VC)	/			
3. CARROLL, Mele	/			
4. MAGAOAY, Michael Y.	/			
5. MORITA, Hermina M.	/			
6. SAGUM, Roland D., III	/			
7. SAIKI, Scott K.	/			
8. THIELEN, Cynthia				/
TOTAL (8)	7	0	0	1
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: _____ 				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office				