
A BILL FOR AN ACT

RELATING TO AN INFRASTRUCTURE DEVELOPMENT LOAN 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- Infrastructure development loan revolving fund.

5 (a) There is established in the state treasury the
6 infrastructure development loan revolving fund to be
7 administered by the corporation for the purpose of making loans
8 to developers to finance the costs of the infrastructure of
9 qualified developments.

10 (b) The following shall be deposited into the
11 infrastructure development loan revolving fund:

12 (1) Appropriations from the legislature;

13 (2) Moneys received as repayments of loans; and

14 (3) Investment earnings;

15 provided that the total amount of moneys in the fund shall not
16 exceed \$.



1 (c) Within thirty days of the completion of the
 2 development, a developer who receives a loan under this section
 3 shall provide written notification to the corporation of the
 4 date upon which the development was completed. Within one year
 5 after the date of notification of the development's completion,
 6 the corporation shall set:

- 7 (1) The commencement date for the repayment of the loan;
- 8 (2) A time period of more than twenty years for the
 9 repayment of the loan;
- 10 (3) The number of payments per year; and
- 11 (4) An annual interest rate of not more than the prime
 12 lending rate in effect at the time repayments are
 13 scheduled to commence.

14 (d) For the purposes of this section:
 15 "Infrastructure" includes water, drainage, sewer, waste
 16 disposal and waste treatment systems, roads, and street lighting
 17 and projects relating to that infrastructure.

18 "Qualified development" means a development in which:
 19 (1) _____ per cent of the housing units in the development
 20 are rented to households with incomes at or below
 21 eighty per cent of the area median income as



1 determined by the United States Department of Housing
2 and Urban Development; or
3 (2) per cent of the housing units in the development
4 are sold in fee simple to households with incomes at
5 or below one hundred forty per cent of the area median
6 income as determined by the United States Department
7 of Housing and Urban Development."

8 SECTION 2. There is appropriated out of the general
9 revenues of the State of Hawaii the sum of \$50,000,000 or so
10 much thereof as may be necessary for fiscal year 2017-2018 for
11 deposit into the infrastructure development loan revolving fund.

12 SECTION 3. There is appropriated out of the infrastructure
13 development loan revolving fund the sum of \$50,000,000 or so
14 much thereof as may be necessary for fiscal year 2017-2018 and
15 the same sum or so much thereof as may be necessary for fiscal
16 year 2018-2019 to implement this Act.

17 The sums appropriated shall be expended by the department
18 of business, economic development, and tourism for the purposes
19 of this Act.

20 SECTION 4. New statutory material is underscored.



1 SECTION 5. This Act shall take effect upon a date to be
2 determined.



Report Title:

Affordable Housing; Revolving Fund; Loans; Development
Infrastructure Costs; Department of Business, Economic
Development, and Tourism

Description:

Establishes the Infrastructure Development Loan Revolving Fund
to make loans to developers to finance the costs of the
infrastructure of affordable rental and fee simple housing
developments. Appropriates funds. (HB660 HD1)

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