

STAND. COM. REP. NO.

2142

Honolulu, Hawaii

FEB 0 6 2024

RE: S.B. No. 2043  
S.D. 1

Honorable Ronald D. Kouchi  
President of the Senate  
Thirty-Second State Legislature  
Regular Session of 2024  
State of Hawaii

Sir:

Your Committee on Housing, to which was referred S.B.  
No. 2043 entitled:

"A BILL FOR AN ACT RELATING TO THE RENTAL HOUSING REVOLVING  
FUND,"

begs leave to report as follows:

The purpose and intent of this measure is to prohibit the  
Hawaii Housing Finance and Development Corporation from forgiving  
loans made from the Rental Housing Revolving Fund.

Your Committee received testimony in support of this measure  
from one individual.

Your Committee received comments on this measure from the  
Hawaii Housing Finance and Development Corporation.

Your Committee finds that the Rental Housing Revolving Fund  
provides gap-financing for developers who construct or  
rehabilitate affordable housing under the Low-Income Housing Tax  
Credit program. Typically, developers who receive financing from  
the Rental Housing Revolving Fund own the housing projects and are  
entitled to earn unlimited amounts of profits from tax-payer  
financed buildings. Your Committee therefore finds that it is  
against the public interest to allow these taxpayer-financed loans  
to be eligible for forgiveness.




Your Committee has amended this measure by:

- (1) Making a conforming amendment to section 201H-86, Hawaii Revised Statutes, to align with the purpose of this measure; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

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. 2043, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2043, S.D. 1, and be referred to your Committee on Ways and Means.

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

  
STANLEY CHANG, Chair



The Senate  
 Thirty-Second Legislature  
 State of Hawai'i

Record of Votes  
 Committee on Housing  
 HOU

Bill / Resolution No.:*	Committee Referral:	Date:		
SB2043	HOU, WAM	1/25/24		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
CHANG, Stanley (C)	✓			
HASHIMOTO, Troy N. (VC)	✓			
AQUINO, Henry J.C.				✓
KANUHA, Dru Mamo	✓			
AWA, Brenton	✓			
<b>TOTAL</b>	4	0	0	1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
<b>Distribution:</b> Original     Yellow     Pink     Goldenrod File with Committee Report     Clerk's Office     Drafting Agency     Committee File Copy				

\*Only one measure per Record of Votes