

ORDINANCE NO. _____

BILL NO. 169 (2025)

A BILL FOR AN ORDINANCE TO ESTABLISH VALUATIONS FOR ATTAINABLE
HOUSING SHARED-EQUITY DEED-RESTRICTED REAL PROPERTY
ADMINISTERED BY A QUALIFIED ENTITY

BE IT ORDAINED BY THE PEOPLE OF THE COUNTY OF MAUI:

SECTION 1. The Council finds that attainable housing shared-equity programs administered by community land trusts and other qualified affordable housing enterprises are similar to affordable and workforce housing programs administered by government. The shared-equity deed and ground lease restrictions do not permit resale at market rates in excess of sale price limits ("Resale Restrictions"). This Ordinance's purpose is to provide a mechanism to recognize these housing shared-equity deed and ground lease restrictions when assessing real property. This Ordinance provides for criteria that will allow similarly situated properties to be treated fairly under clear, enforceable standards.

SECTION 2. Chapter 3.48, Maui County Code, is amended by adding a new section to read as follows:

"3.48.362 Real property used for housing with shared-equity deed or ground lease restrictions;

A. A qualified entity may petition the director for a valuation which gives consideration to the resale restricted price contained within a shared-equity deed or ground lease restriction for housing provided:

1. The resale restricted price for the real property must not exceed the median sales price of real property in the neighborhood for the current year.
 2. The real property must be owner-occupied.
 3. The owner must maintain the real property home exemption under section 3.48.450 or 3.48.475.
 4. The qualified entity must be offered a right of first refusal or opportunity in the event of resale.
- B. In determining the value, the director must give consideration to the resale restricted price defined in the shared-equity deed or ground lease restrictions.
- C. For purposes of this section, a "qualified entity" must:
1. Be a community land trust or affordable housing enterprise as determined by the director.
 2. Be a nonprofit organization.
 3. Have three or more board members.
 4. Maintain an inventory of at least three resale-restricted homes.
 5. Administer the inventory of homes through a public application process.
- D. The petition must be filed with the director by December 31 of the calendar year prior to the January 1 effective date of the assessment."

SECTION 3. Section 3.48.290, Maui County Code, is amended to read as follows:

"3.48.290 Considerations by director. The director must cause the fair market value of all taxable real property to be determined and annually assessed by the market data and cost approaches to value using appropriate systematic methods suitable for mass valuation of properties for taxation purposes, so selected and applied to obtain, as far as possible, uniform and equalized assessments throughout the County, except as follows:

A. For real property tax purposes, the value of land classified and used for agriculture, whether such lands are dedicated in accordance with section 3.48.350 or not, is the value of the land for agricultural use without regard to any value the land might have for other purposes or uses, or to neighboring land uses, and determined as provided in section 3.48.320.

B. For real property tax purposes, the value of land leased under section 207 of the Hawaiian Homes Commission Act, 1920, is \$0.

C. For real property tax purposes, real property subject to shared-equity deed or ground lease restrictions administered by a

qualified entity under section 3.48.362 will be valued in the same way as government administered shared-equity deed restrictions.”

SECTION 4. Material to be repealed is bracketed. New material is underscored. In printing this bill, the County Clerk need not include the brackets, the bracketed material, or the underscoring.

SECTION 5. This Ordinance takes effect on approval.

APPROVED AS TO FORM AND LEGALITY:

Department of the Corporation Counsel
County of Maui

paf:cmn:25-284a

INTRODUCED BY:



KEANI N. W. RAWLINS-FERNANDEZ