

REQUEST FOR LEGAL SERVICES

Date: January 10, 2022
From: Gabe Johnson, Chair
Affordable Housing Committee

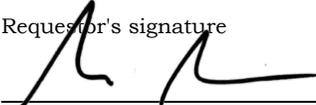
TRANSMITTAL

Memo to: DEPARTMENT OF THE CORPORATION COUNSEL
Attention: Mimi DesJardins, Esq.

Subject: **COMPREHENSIVE AFFORDABLE HOUSING PLAN: EXPANDING AFFORDABLE HOUSING FUNDING** (AH-14(7))

Background Data: Please see the attached bill. Please submit the response to ah.committee@mauicounty.us with a reference to AH-14(7).

Work Requested: FOR APPROVAL AS TO FORM AND LEGALITY
 OTHER:

Requestor's signature  Gabe Johnson	Contact Person <u>Alison Stewart or James Forrest</u> (Telephone Extension: <u>7661 or 7137, respectively</u>)

ROUTINE (WITHIN 15 WORKING DAYS) RUSH (WITHIN 5 WORKING DAYS)
 PRIORITY (WITHIN 10 WORKING DAYS) URGENT (WITHIN 3 WORKING DAYS)

SPECIFY DUE DATE (IF IMPOSED BY SPECIFIC CIRCUMSTANCES): 1/11/2022, 12 p.m.
REASON: For posting on January 18, 2022, AH Committee agenda.

FOR CORPORATION COUNSEL'S RESPONSE

ASSIGNED TO:	ASSIGNMENT NO.	BY:
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TO REQUESTOR: APPROVED DISAPPROVED OTHER (SEE COMMENTS BELOW)
 RETURNING--PLEASE EXPAND AND PROVIDE DETAILS REGARDING ITEMS AS NOTED

COMMENTS (NOTE - THIS SECTION NOT TO BE USED FOR LEGAL ADVICE): _____

DEPARTMENT OF THE CORPORATION COUNSEL

Date _____

By _____

(Rev. 7/03)

ah:ltr:014(7)acc02:jbf

Attachment

ORDINANCE NO. _____

BILL NO. _____ (2022)

A BILL FOR AN ORDINANCE AMENDING TITLE 3, MAUI COUNTY CODE,
RELATING TO USE OF THE AFFORDABLE HOUSING FUND AND THE HOME
ACQUISITION AND OWNERSHIP PROGRAMS REVOLVING FUND

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

SECTION 1. The purpose of this Ordinance is to clarify and expand allowable uses of the Affordable Housing Fund and the Home Acquisition and Ownership Programs Revolving Fund.

SECTION 2. Section 3.34.040, Maui County Code, is amended to read as follows:

“3.34.040 Use of fund. Council appropriations from the home acquisition and ownership programs revolving fund [shall] must be for the public purposes [set forth] in section 3.34.020[.], including the following:

A. To assist low-income renters and homebuyers with upfront costs of obtaining rentals and mortgage financing, including providing housing subsidies, grants, and loans to individuals, individual development accounts, and first-time homebuyers’ down-payment assistance.

B. To provide deferred payment mortgages.

C. To provide rental housing gap financing.

D. To fund and provide financing for accessory dwelling unit development.

E. To fund and provide financing for septic tank and wastewater system development, as defined in section 14.19A.040, including composting toilets and future technologies.

F. To provide long-term financing for housing projects.

G. To provide housing counseling services and the development of a prequalified list of eligible buyers and renters.”

SECTION 3. Section 3.35.040, Maui County Code, is amended to read as follows:

“3.35.040 Use of fund. The council may make appropriations from the affordable housing fund for the provision, protection, and expansion of affordable housing and suitable living environments for residents of very low to gap income, including the rehabilitation of existing structures, land purchase or other acquisition of land or property entitlements, planning, design, and construction, including the following:

A. To increase the supply of affordable, rental, and owner-occupied housing[;].

B. To acquire interests in real property [for purposes set forth in this chapter;].

C. For planning, design, or construction of affordable rental or owner-occupied housing for residents within income-qualified groups[;].

D. To provide housing for elderly, disabled, and homeless residents lacking a permanent home[;].

E. To provide grants or loans to an entity building 100 percent affordable projects or to any nonprofit or community land trust that complies with Section 501(c) of the Internal Revenue Code and any other requirement under federal, state, and county law regulating the conduct of charitable or nonprofit organizations, provided that the purpose of any grant or loan [shall] must be for the purposes [set forth] in section 3.35.010 [of this chapter;].

F. To leverage funds provided by federal, state, nonprofit, or for-profit organizations and other non-County entities to further expand affordable housing opportunities[;].

G. To acquire existing housing or cooperative units for rehabilitation as affordable rental or owner-occupied housing, or both[; or].

H. To increase investment in public infrastructure in connection with related affordable housing projects.

I. To provide comprehensive infrastructure assessments for priority affordable housing project areas.

J. To provide long-term planning for affordable housing and houselessness solutions.

K. To provide funds for payment of principal and interest on bonds issued.

L. For the purposes in section 3.34.040.”

SECTION 4. Section 3.35.010, Maui County Code, is amended by amending Subsection B to read as follows:

“B. In adopting fiscal [years 2008 through 2021] year annual operating budgets and capital improvement programs, the council [shall] must appropriate a minimum of [two] three percent of the certified real property tax revenues to the affordable housing fund. Any appropriations to this fund [shall] must not substitute, but [shall] must be in addition to, those appropriations historically made for the purposes stated in this chapter.”

SECTION 5. 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 6. This Ordinance takes effect on November 1, 2022, except that SECTION 4 takes effect upon this Ordinance’s approval,

APPROVED AS TO FORM AND LEGALITY:

Department of the Corporation Counsel
County of Maui

ah:misc:014(7)abill02:jbf