REPORT OF THE COMMITTEE ON BUDGET

Voting Members:
Ann H. Kobayashi, Chair; Stanley Chang, Vice Chair;
Carol Fukunaga, Joey Manahan, Kymberly Marcos Pine

Committee Meeting Held
April 23, 2014

Honorable Ernest Y. Martin
Chair, City Council
City and County of Honolulu

Mr. Chair:

Your Committee on Budget, which considered Bill 6 (2014), CD1 entitled:

"A BILL FOR AN ORDINANCE RELATING TO LEASING OF CITY AFFORDABLE HOUSING PROJECTS,"

which passed second reading and a public hearing held at the February 19, 2014 Council meeting, reports as follows:

The purpose of the Bill is to provide new authority for the issuance of a Request for Proposals ("RFP") under the City's Honolulu Affordable Housing Preservation Initiative ("HAHPI") in the event a transaction is not consummated thereunder before the repeal of Ordinance 12-12 on April 1, 2014.

The Director of the Department of Community Services testified in support of the Bill. The Director also expressed concern regarding the incorporation of the RFP into the ordinance as it will create an unfair competitive advantage that may be given to some potential bidders through the premature release of the RFP, in advance of publication of its formal notice. The Director further stated that the RFP document will be made available by the Department of Community Services for inspection by any interested Councilmember.

Your Committee received no testimony from members of the public.

CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ADOPTED ON _____ COMMITTEE REPORT NO. 107

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Your Committee received no testimony from institutions, organizations, and governmental agencies.

Your Committee considered and amended the Bill to a CD2 version that removes the reference to Exhibit A in the Bill.

Your Committee on Budget is in accord with the intent and purpose of Bill 6 (2014), CD1, as amended herein, and recommends that it pass third reading in the form attached hereto as Bill 6 (2014), CD2. This recommendation is conditioned on the RFP document being made available by the Department of Community Services for inspection by any interested Councilmember and the Councilmember's staff, and should there be any concerns, Bill 6 (2014), CD2 will not be added to the agenda of the May 7, 2014 Council meeting. (Ayes: Kobayashi, Chang, Manahan, Pine - 4; Ayes with reservations: Fukunaga - 1; Noes: None.)

Respectfully submitted,

Ann H. Kobayashi
Committee Chair

At the 5/7/14 Council meeting, CR-107 and Bill 6, CD2 were committed back to the Budget Committee.

Committee Report No. 107 not adopted and superseded by Committee Report No. 177.

CITY COUNCIL
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HONOLULU, HAWAII

ADOPTED ON _____ COMMITTEE REPORT NO. 107