A BILL FOR AN ACT

RELATING TO LAND REGISTRATION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- SECTION 1. The legislature finds that Hawaii's dual land registry systems, the land court system and regular system, create inefficiencies, confusion, and administrative burdens.

 The legislature further finds that land ownership and
- 5 development are critical to Hawaii's economy, environment, and
- 6 culture, so it is imperative to modernize the systems to enhance
- 7 accessibility, transparency, accuracy, and efficiency.
- The purpose of this Act is to direct the department of land and natural resources to:
- 10 (1) Conduct a comprehensive review of the existing land
 11 registration systems and transition to a single,
 12 unified registry system, implementing blockchain
 13 technology to enhance the integrity and security of
 14 the system;
- 15 (2) Oversee the digitization of all land records into a centralized, searchable online database; and

| 1 | (3) Ensure equitable access to land records, establish a | | |
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| 2 | fee structure for accessing records, and conduct | | |
| 3 | public outreach on how to use the new system and | | |
| 4 | access records. | | |
| 5 | SECTION 2. Definitions. As used in this Act: | | |
| 6 | "Blockchain technology" means a decentralized digital | | |
| 7 | ledger technology that securely records and verifies | | |
| 8 | transactions. | | |
| 9 | "Digitization" means the conversion of physical land | | |
| 10 | records into electronic formats for storage and access. | | |
| 11 | "Land registry system" means the system used for recording | | |
| 12 | maintaining, and accessing land ownership, transactions, and | | |
| 13 | other property-related information. | | |
| 14 | SECTION 3. Consolidation of land registry systems. (a) | | |
| 15 | The land court system and regular system shall be consolidated | | |
| 16 | into a single, unified land registry system to streamline | | |
| 17 | operations and enhance user experience. | | |
| 18 | (b) The department of land and natural resources, in | | |
| 19 | coordination with the bureau of conveyances, shall: | | |
| 20 | (1) Conduct a comprehensive review of both systems to | | |
| 21 | identify redundancies and inefficiencies; | | |

| 1 | (2) | Establish unified standards and procedures for |
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| 2 | | recording, maintaining, and accessing land records; |
| 3 | • | and |
| 4 | (3) | Transition all existing land records into the unified |
| 5 | | system no later than June 30, 2030. |
| 6 | (c) | The unified land registry system shall retain features |
| 7 | of both s | ystems, including title certification and public |
| 8 | recording | , to preserve existing legal protections. |
| 9 | SECT | ION 4. Digitization of land records. (a) The |
| 10 | departmen | t of land and natural resources shall oversee the |
| 11 | digitizat | ion of all land records, including historical and |
| 12 | current d | ocuments, into a centralized, searchable online |
| 13 | database. | |
| 14 | (b) | The database shall: |
| 15 | (1) | Be accessible to the public, subject to privacy and |
| 16 | | security measures; |
| 17 | (2) | Provide user-friendly search functions, including |
| 18 | | searches by parcel number, owner name, and transaction |
| 19 | | history; and |
| 20 | (3) | Include a secure portal for submitting and accessing |
| | | |

records electronically.

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| 1 | (c) The department of land and natural resources shall |
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| 2 | prioritize the digitization of high-risk or frequently accessed |
| 3 | records to minimize disruptions during the transition period. |
| 4 | SECTION 5. Implementation of blockchain technology. (a) |
| 5 | The department of land and natural resources shall explore and |
| 6 | implement blockchain technology to enhance the integrity and |
| 7 | security of the land registry system. |
| 8 | (b) The blockchain-based system shall: |
| 9 | (1) Record all land transactions and changes to ownership |
| 10 | in a tamper-proof and transparent manner; |
| 11 | (2) Provide a unique digital identifier for each parcel of |
| 12 | land; and |
| 13 | (3) Allow for real-time verification of ownership and |
| 14 | transaction history. |
| 15 | (c) The department of land and natural resources may |
| 16 | partner with technology providers to develop and deploy the |
| 17 | blockchain system in a cost-effective and efficient manner. |
| 18 | SECTION 6. Public access and transparency. (a) The |
| 19 | unified land registry system shall ensure equitable access to |
| 20 | land records for all residents, businesses, and government |
| | |

entities.

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- 1 (b) The department of land and natural resources shall
- 2 establish a fee structure for accessing records that is
- 3 affordable and consistent with public interest.
- 4 (c) The department of land and natural resources shall
- 5 conduct public outreach to educate residents on how to use the
- 6 new system and access land records.
- 7 SECTION 7. (a) The department of land and natural
- 8 resources shall submit an interim report of its findings and
- 9 recommendations, including any proposed legislation, to the
- 10 legislature no later than July 1, 2026, that includes the
- following:
- · 12 (1) Status of its consolidation and digitization efforts;
 - 13 (2) Implementation of blockchain technology;
 - 14 (3) Public feedback and challenges encountered; and
 - 15 (4) Financial expenditures and remaining budget.
 - 16 (b) The department of land and natural resources shall
 - 17 submit a final report of its findings and recommendations,
 - 18 including any proposed legislation, upon the completion of the
 - 19 transition to the unified system.
 - 20 SECTION 8. There is appropriated out of the general
 - 21 revenues of the State of Hawaii the sum of \$15,000,000 or so

- 1 much thereof as may be necessary for fiscal year 2025-2026 for
- 2 digitizing land records, developing the unified land registry
- 3 system, deploying blockchain technology, and conducting public
- 4 outreach and education campaigns.
- 5 The sums appropriated shall be expended by the department
- 6 of land and natural resources for the purposes of this Act.
- 7 SECTION 9. If any provision of this Act, or the
- 8 application thereof to any person or circumstance, is held
- 9 invalid, the invalidity does not affect other provisions or
- 10 applications of the Act that can be given effect without the
- 11 invalid provision or application, and to this end the provisions
- 12 of this Act are severable.
- SECTION 10. This Act shall take effect on July 1, 2025.

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INTRODUCED BY:

2025-1075 HB HMSO

Report Title:

DLNR; Land Court; Bureau of Conveyances; Unified Land Registry System; Land Records Digitization; Land Records Online Database; Appropriation

Description:

Directs the Department of Land and Natural Resources to conduct a comprehensive review of the existing land registration systems and transition to a single, unified registry system; oversee the digitization of all land records into an online database; and ensure equitable access, establish a fee structure, and conduct public outreach on how to use the new system and access records. Appropriates funds.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

2025-1075 HB HMSO