JAN 2 5 2006

### A BILL FOR AN ACT

RELATING TO AGRICULTURE.

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

1	SECTION 1. Section 205-2, Hawaii Revised Statutes, is
2	amended by amending subsection (d) to read as follows:
3	"(d) Agricultural districts shall include activities or
4	uses as characterized by the cultivation of crops, orchards,
5	forage, and forestry; farming activities or uses related to
6	animal husbandry, aquaculture, and game and fish propagation;
7	aquaculture, which means the production of aquatic plant and
8	animal life for food and fiber within ponds and other bodies of
9	water; wind generated energy production for public, private, and
10	commercial use; bona fide agricultural services and uses that
11	support the agricultural activities of the fee or leasehold
12	owner of the property and accessory to any of the above
13	activities, whether or not conducted on the same premises as the
14	agricultural activities to which they are accessory, including
15	but not limited to farm dwellings [as defined in section
16	205-4.5(a)(4), employee housing, and ancillary dwellings
17	permitted under section 205-4.5(b), farm buildings, mills,
18	storage facilities, processing facilities, vehicle and equipment
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- 1 storage areas, and roadside stands for the sale of products
- 2 grown on the premises; wind machines and wind farms; small-scale
- 3 meteorological, air quality, noise, and other scientific and
- 4 environmental data collection and monitoring facilities
- 5 occupying less than one-half acre of land, provided that these
- 6 facilities shall not be used as or equipped for use as living
- 7 quarters or dwellings; agricultural parks; and open area
- 8 recreational facilities. For the purposes of this chapter, golf
- 9 courses and golf driving ranges are prohibited in agricultural
- 10 districts, except as provided in section  $[\frac{205-4.5(d)}{d}]$
- 11 205-4.5(e).
- 12 These districts may include areas which are not used for,
- 13 or which are not suited to, agricultural and ancillary
- 14 activities by reason of topography, soils, and other related
- 15 characteristics."
- 16 SECTION 2. Section 205-4.5, Hawaii Revised Statutes, is
- 17 amended to read as follows:
- 18 "§205-4.5 Permissible uses within the agricultural
- 19 districts. (a) Within the agricultural district, all lands
- 20 with soil classified by the land study bureau's detailed land
- 21 classification as overall (master) productivity rating class A
- 22 or B shall be restricted to the following permitted uses:

1	(1)	Cultivation of crops, including but not limited to
2		flowers, vegetables, foliage, fruits, forage, and
3		timber;
4	(2)	Game and fish propagation;
5	(3)	Raising of livestock, including but not limited to
6		poultry, bees, fish, or other animal or aquatic life
7		that are propagated for economic or personal use;
8	(4)	Farm [dwellings, employee housing, farm] buildings, or
9		activity or uses related to farming and animal
10		[husbandry. Farm dwelling as used in this paragraph
11		means a single-family dwelling located on and used in
12		connection with a farm, including clusters of single-
13		family farm dwellings permitted within agricultural
14		parks developed by the State, or where agricultural
15		activity provides income to the family occupying the
16		dwelling; husbandry;
17	(5)	Public institutions and buildings that are necessary
18		for agricultural practices;
19	(6)	Public and private open area types of recreational
20		uses including day camps, picnic grounds, parks, and
21		riding stables, but not including dragstrips,

1		airports, drive-in theaters, golf courses, golf
2		driving ranges, country clubs, and overnight camps;
3	(7)	Public, private, and quasi-public utility lines and
4		roadways, transformer stations, communications
5		equipment buildings, solid waste transfer stations,
6		major water storage tanks, and appurtenant small
7		buildings such as booster pumping stations, but not
8		including offices or yards for equipment, material,
9		vehicle storage, repair or maintenance, or treatment
10		plants, or corporation yards, or other like
11		structures;
12	(8)	Retention, restoration, rehabilitation, or improvement
13		of buildings or sites of historic or scenic interest;
14	(9)	Roadside stands for the sale of agricultural products
15		grown on the premises;
16	(10)	Buildings and uses, including but not limited to
17		mills, storage, and processing facilities, maintenance
18		facilities, and vehicle and equipment storage areas
19		that are normally considered directly accessory to the
20		abovementioned uses and are permitted under section
21		205-2(d);
22	(11)	Agricultural parks; or

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1	(12)	Wind	l energy facilities, including the appurtenances
2		asso	ciated with the production and transmission of
3		wind	d generated energy; provided that such facilities
4		and	appurtenances are compatible with agriculture uses
5		and	cause minimal adverse impact on agricultural land.
6	(b)	All	dwellings on lands designated as agriculture in
7	the state	clas	ssification system pursuant to section 205-2(d)
8	shall be	limit	ted to:
9	(1)	One	farm dwelling, provided that the land:
10		<u>(A)</u>	Is currently used in connection with agricultural
11			activities;
12		(B)	Is at least three contiguous acres;
13		<u>(C)</u>	Provides income to the family occupying the
14			dwelling; and
15		(D)	Has produced at least \$10,000 in gross annual
16			income from the sale of farm products from the
17			subject parcel, as confirmed by a federal or
18			state tax filing submitted within the past two
19			<u>years;</u>
20	<u>(2)</u>	Two	ancillary dwellings, provided that the land:
21		(A)	Is currently used in connection with agricultural
22			activities:

1	<u>(B)</u>	Is at least three contiguous acres;	
2	<u>(C)</u>	Provides income to the families occupying the	
3		dwellings;	
4	<u>(D)</u>	Has produced at least \$10,000 in gross annual	
5		income from the sale of farm products from the	
6		subject parcel, as confirmed by a federal or	
7		state tax filing submitted within the past two	
8		years; and	
9	<u>(E)</u>	Is designated as important agricultural land	
10		under this chapter; and	
11	<u>(3)</u> <u>Clus</u>	ters of farm dwellings permitted within	
12	agri	cultural parks developed by the State.	
13	[ <del>(b)</del> ] <u>(c)</u>	Uses not expressly permitted in subsection (a)	
14	shall be prohibited, except the uses permitted as provided in		
15	sections 205-6	and 205-8, and construction of single-family	
16	dwellings on lots existing before June 4, 1976. Any other law		
17	to the contrary notwithstanding, no subdivision of land within		
18	the agricultural district with soil classified by the land student		
19	bureau's detailed land classification as overall (master)		
20	productivity rating class A or B shall be approved by a county		
21	unless the said A and B lands within the subdivision shall be		
22	made subject to the restriction on uses as prescribed in this		

- 1 section and to the condition that the uses shall be primarily in
- 2 pursuit of an agricultural activity.
- 3 Any deed, lease, agreement of sale, mortgage, or other
- 4 instrument of conveyance covering any land within the
- 5 agricultural subdivision shall expressly contain the restriction
- 6 on uses and the condition, as prescribed in this section, that
- 7 [+]the[+] restriction and condition shall be encumbrances
- 8 running with the land until such time that the land is
- 9 reclassified to a land use district other than agricultural
- 10 district.
- If the foregoing requirement of encumbrances running with
- 12 the land jeopardizes the owner or lessee from obtaining mortgage
- 13 financing from any of the mortgage lending agencies set forth
- 14 hereinbelow, and the requirement is the sole reason for failure
- 15 to obtain mortgage financing, then such requirement of
- 16 encumbrances shall, insofar as the mortgage financing is so
- 17 jeopardized, be conditionally waived by the appropriate county
- 18 enforcement officer; provided that the conditional waiver shall
- 19 thereafter become effective only in the event that the property
- 20 is subjected to foreclosure proceedings by the mortgage lender.
- 21 The mortgage lending agencies mentioned hereinabove are the
- 22 Federal Housing Administration, Federal National Mortgage

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- 1 Association, Veterans Administration, Small Business
- 2 Administration, United States Department of Agriculture, Federal
- 3 Land Bank of Berkeley, Federal Intermediate Credit Bank of
- 4 Berkeley, Berkeley Bank for Cooperatives, and any other federal,
- 5 state, or private mortgage lending agency qualified to do
- 6 business in Hawaii, and their respective successors and assigns.
- 7  $\left[\frac{(c)}{(c)}\right]$  (d) Within the agricultural district all lands, with
- 8 soil classified by the land study bureau's detailed land
- 9 classification as overall (master) productivity rating class C,
- 10 D, E, or U shall be restricted to the uses permitted for
- 11 agricultural districts as set forth in section 205-5(b).
- 12  $\left[\frac{d}{d}\right]$  (e) Notwithstanding any other provision of this
- 13 chapter to the contrary, golf courses and golf driving ranges
- 14 approved by a county before July 1, 2005, for development within
- 15 the agricultural district shall be permitted uses within the
- 16 agricultural district.
- (f) As used in this section:
- 18 "Ancillary dwelling" as used in subsection (b)(2) means a
- 19 single-family dwelling used for employee housing or for an
- 20 immediate family member's family home located on and used in
- 21 connection with the farm.

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         "Farm dwelling" as used in subsections (b)(1) and (b)(3)
 2
    means a single-family dwelling located on and used in connection
3
    with a farm, including clusters of single-family farm dwellings
 4
    permitted within agricultural parks developed by the State, or
 5
    where agricultural activity provides income to the family
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    occupying the dwelling.
         "Immediate family member" means son, son-in-law, daughter,
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    daughter-in-law, mother, mother-in-law, father, father-in-law,
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    brother, brother-in-law, sister, sister-in-law, grandchild,
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    grandparent, or stepchild of the farm owner or lessee."
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         SECTION 3. Section 205-5, Hawaii Revised Statutes, is
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    amended by amending subsection (b) to read as follows:
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               Within agricultural districts, uses compatible to the
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    activities described in section 205-2 as determined by the
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    commission shall be permitted; provided that accessory
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    agricultural uses and services described in sections 205-2 and
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    205-4.5 may be further defined by each county by zoning
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    ordinance. Other uses may be allowed by special permits issued
    pursuant to this chapter. The minimum lot size in agricultural
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    districts shall be determined by each county by zoning
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    ordinance, subdivision ordinance, or other lawful means;
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    provided that the minimum lot size for any agricultural use
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- 1 shall not be less than [one acre,] three acres, except as
- 2 provided herein. If the county finds that unreasonable economic
- hardship to the owner or lessee of land cannot otherwise be 3
- 4 prevented or where land utilization is improved, the county may
- 5 allow lot sizes of less than the minimum lot size as specified
- by law for lots created by a consolidation of existing lots 6
- 7 within an agricultural district and the resubdivision thereof;
- 8 provided that the consolidation and resubdivision do not result
- 9 in an increase in the number of lots over the number existing
- **10** prior to consolidation; and provided further that in no event
- 11 shall a lot, which is equal to or exceeds the minimum lot size
- 12 of [one acre] three acres be less than that minimum after the
- **13** consolidation and resubdivision action. The county may also
- 14 allow lot sizes of less than the minimum lot size as specified
- 15 by law for lots created or used for public, private, and quasi-
- 16 public utility purposes, and for lots resulting from the
- 17 subdivision of abandoned roadways and railroad easements."
- 18 SECTION 4. Statutory material to be repealed is bracketed
- 19 and stricken. New statutory material is underscored.
- 20 SECTION 5. This Act shall take effect upon its approval.

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Report Title:

Farm Dwelling; Definition

SB. NO. 3097

### Description:

Creates standards for landowners or lessees of state classified agricultural land to meet in order to build a farm dwelling.