STAND. COM. REP. NO. \555 -06

Honolulu, Hawaii

April 7, 2006

RE: S.B. No. 1015

S.D. 1 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Sir:

Your Committee on Water, Land, & Ocean Resources, to which was referred S.B. No. 1015, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO LAND USE,"

begs leave to report as follows:

The purpose of this bill is to prevent land conflicts by requiring disclosure of reclassification in instruments conveying land that:

- (1) Was reclassified from agricultural to any other land use classification; and
- (2) Is adjacent to agricultural lands.

Prior to the public hearing, your Committee circulated a proposed draft that replaced the contents of this bill with language amending the laws relating to 999-year homestead leases, certificates of occupancy, right of purchase leases, and cash freehold agreements of public lands (Proposed HD1) and received testimony on the Proposed HD1. Specifically, the Proposed HD1:

(1) Allows a qualifying 999-year lessee, an occupier under a certificate of occupancy, or a lessee of a right of purchase lease to purchase the fee interest by paying the Board of Land and Natural Resources (BLNR) the tax

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assessed value of the property without improvements, instead of its fair market value;

- (2) Provides for an intestate succession order, in the event a certificate of occupancy or homestead lease is not transferred by conveyance, devise, or bequest; and
- (3) Authorizes BLNR, until December 31, 2007, to reinstate certificates of occupancy, 999-year leases, right of purchase leases, and cash freehold agreements that were cancelled, terminated, or forfeited as a result of failure to pay outstanding arrearages, where, among other things, the arrearages are paid and the tenant-at-will continually occupied the land.

A concerned individual testified in support of the Proposed HD1. A concerned individual supported this measure's intent. The Department of Land and Natural Resources opposed this measure. The Office of Hawaiian Affairs offered comments.

Your Committee has amended this bill by substituting its contents with the Proposed HD1.

As affirmed by the record of votes of the members of your Committee on Water, Land, & Ocean Resources that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1015, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1015, S.D. 1, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Water, Land, & Ocean Resources,

EZEN R. KANOHO, Chair

HSCR 1555-06

## State of Hawaii House of Representatives The Twenty-third Legislature

## Record of Votes of the Committee on Water, Land, & Ocean Resources

Bill/Resolution No.:	1 -41	Date:	(			
57	1	13/06				
Committee Referral:		☐ The com	☐ The committee is reconsidering its			
WLO			previous decision on the measure.			
The recommendation is to: □ Pass, unamended □ Hold		Pass, with amendments				
	☐ Pa	Pass, with amendments, for recommittal for further consideration				
WLO Members		Ayes	Ayes (WR)	Nays	Excused	
1. KANOHO, Ezra R. (C)						
2. SCHATZ, Brian (VC)						
3. BERG, Lyla B., Ph.D.					<b>V</b>	
4. CARROLL, Mele						
5. EVANS, Cindy		V				
6. HARBIN, Bev						
7. MORITA, Hermina M.						
8. WATERS, Tommy					delanasia na mananana kaominina	
<ul><li>9. MEYER, Colleen Rose</li><li>10. THIELEN, Cynthia</li></ul>		./				
10. THELEIN, CYHUNA		V				
<u> </u>						
TOTAL		6			4	
The recommendation is:	Adopted					
The recommendation is.						
	☐ Not Adopted					
If joint referral, did not support recommendation.						
committee acronym(s)						
Vice Chair's or designee's signature:						
vice char 5 or designers signature.						
Distribution: Original (White) – Committee Duplicate (Yellow) – Clerk's Office						