JAN 23 2008

### A BILL FOR AN ACT

RELATING TO HAWAIIAN HOME LANDS.

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

1 SECTION 1. Section 204 of the Hawaiian Homes Commission

2 Act, 1920, as amended, is amended by amending subsection (a) to

3 read as follows:

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4 "(a) Upon the passage of this Act, all available lands

5 shall immediately assume the status of Hawaiian home lands and

be under the control of the department to be used and disposed

of in accordance with the provisions of this Act, except that:

(1) In case any available land is under lease by the

Territory of Hawaii, by virtue of section 73 of the

Hawaiian Organic Act, at the time of the passage of

this Act, such land shall not assume the status of

Hawaiian home lands until the lease expires or the

board of land and natural resources withdraws the

lands from the operation of the lease. If the land is

covered by a lease containing a withdrawal clause, as

provided in section 73(d) of the Hawaiian Organic Act,

17 the board of land and natural resources shall withdraw

such lands from the operation of the lease whenever
the department gives notice to the board that the
department is of the opinion that the lands are
required by it for the purposes of this Act; and such
withdrawal shall be held to be for a public purpose
within the meaning of that term as used in section
73(d) of the Hawaiian Organic Act.

(2) Any available land, including lands selected by the department out of a larger area, as provided by this Act, not leased as authorized by section 207(a) of this Act, may be returned to the board of land and natural resources as provided under section 212 of this Act, or may be retained for management by the department. Any Hawaiian home lands general lease issued by the department after June 30, 1985, shall contain a withdrawal clause allowing the department to withdraw the land leased at any time during the term of the lease for the purposes of this Act.

In the management of any retained available lands not required for leasing under section 207(a), the department may dispose of those lands or any improvements thereon to the public, including native

1		Hawaiians, on the same terms, conditions,
2		restrictions, and uses applicable to the disposition
3		of public lands in chapter 171, Hawaii Revised
4		Statutes[+] and, without limitation, all provisions
5		relating to county zoning, subdivision, and other land
6		use requirements; provided that the department may not
7		sell or dispose of such lands in fee simple except as
8		authorized under section 205 of this Act; provided
9		further that the department is expressly authorized to
0		negotiate, prior to negotiations with the general
1		public, the disposition of Hawaiian home lands or any
2		improvements thereon to a native Hawaiian, or
3		organization or association owned or controlled by
4		native Hawaiians, for commercial, industrial, or other
5		business purposes, in accordance with the procedures
6		set forth in chapter 171, Hawaii Revised Statutes.
7	(3)	The department, with the approval of the Secretary of
8		the Interior, in order to consolidate its holdings or
9		to better effectuate the purposes of this Act, may
0		exchange the title to available lands for land,
1		privately or publicly owned, of an equal value. All
2		lands so acquired by the department shall assume the

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1	status of available lands as though the land were
2	originally designated as available lands under
3	section 203 of this Act, and all lands so conveyed by
4	the department shall assume the status of the land fo
5	which it was exchanged. The limitations imposed by
6	section 73(1) of the Hawaiian Organic Act and the lan
7	laws of Hawaii as to the area and value of land that
8	may be conveyed by way of exchange shall not apply to
9	exchanges made pursuant hereto. No such exchange of
10	land publicly owned by the State shall be made withou
11	the approval of two-thirds of the members of the boar
12	of land and natural resources. For the purposes of
13	this paragraph, lands "publicly owned" means land
14	owned by a county or the State or the United States."
15	SECTION 2. Section 204.5 of the Hawaiian Homes Commission
16	Act, 1920, is amended to read as follows:
17	"§204.5. Additional powers. (a) In addition and
18	supplemental to the powers granted to the department by law, an
19	notwithstanding any law to the contrary, the department may:
20	(1) With the approval of the governor, undertake and carr
21	out the development of any Hawaiian home lands
22	available for lease under and pursuant to section 207

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1		of this Act by assembling these lands in residential
2		developments and providing for the construction,
3		reconstruction, improvement, alteration, or repair of
4		public facilities therein, including, without
5		limitation, streets, storm drainage systems,
6		pedestrian ways, water facilities and systems,
7		sidewalks, street lighting, sanitary sewerage
8		facilities and systems, utility and service corridors,
9		and utility lines, where applicable, sufficient to
10		adequately service developable improvements therein,
11		sites for schools, parks, off-street parking
12		facilities, and other community facilities;
13	(2)	With the approval of the governor, undertake and carry
14		out the development of available lands for homestead,
15		commercial, and multipurpose projects as provided in
16		section 220.5 of this Act, as a developer under this
17		section or in association with a developer agreement
18		entered into pursuant to this section by providing for
19		the construction, reconstruction, improvement,
20		alteration, or repair of public facilities for
21		development, including, without limitation, streets,

storm drainage systems, pedestrian ways, water

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1		facilities and systems, sidewalks, street lighting,
2		sanitary sewerage facilities and systems, utility and
3		service corridors, and utility lines, where
4		applicable, sufficient to adequately service
5		developable improvements therein, sites for schools,
6		parks, off-street parking facilities, and other
7		community facilities; provided that any development
8		pursuant to this section of available lands for a
9		project or a portion of a project for other than
10		homestead purposes shall be developed in accordance
11		with county zoning, subdivision, and other land use
12		requirements;
13	(3)	With the approval of the governor, designate by
14		resolution of the commission all or any portion of a
15		development or multiple developments undertaken
16		pursuant to this section an "undertaking" under part
17		III of chapter 39, Hawaii Revised Statutes; and
18	(4)	Exercise the powers granted under section 39-53,
19		Hawaii Revised Statutes, including the power to issue
20		revenue bonds from time to time as authorized by the
21		legislature.

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- 1 (b) All provisions of part III of chapter 39, Hawaii
- 2 Revised Statutes, shall apply to the department and all revenue
- 3 bonds issued by the department shall be issued pursuant to the
- 4 provisions of that part, except these revenue bonds shall be
- 5 issued in the name of the department, and not in the name of the
- 6 State.
- 7 As applied to the department, the term "undertaking" as
- 8 used in part III of chapter 39 shall include a residential
- 9 development or a development of homestead, commercial, or
- 10 multipurpose projects under this Act. The term "revenue" as
- 11 used in part III of chapter 39, shall include all or any portion
- 12 of the rentals derived from the leasing of Hawaiian home lands
- 13 or available lands, whether or not the property is a part of the
- 14 development being financed."
- 15 SECTION 3. Section 220.5, Hawaii Revised Statutes, is
- 16 amended to read as follows:
- 1. By amending subsection (a) to read:
- 18 "(a) Notwithstanding any law to the contrary, the
- 19 department is authorized to enter into and carry out contracts
- 20 to develop available lands for homestead, commercial, and
- 21 multipurpose projects; provided that the department shall not be
- 22 subject to the requirements of competitive bidding if no state



funds are to be used in the development of the project [-]; 1 provided further that any development pursuant to this section 2 3 of available lands for a project or a portion of a project for 4 other than homestead purposes shall be developed in accordance 5 with county zoning, subdivision, and other land use 6 requirements." 7 2. By amending subsection (c) to read: 8 "(c) Any project developer agreement entered into pursuant 9 to this section shall include the following terms and 10 conditions, wherever appropriate: 11 (1) A requirement that the developer file with the 12 department a good and sufficient bond conditioned upon the full and faithful performance of all the terms, 13 14 covenants, and conditions of the project developer 15 agreement; 16 (2) The use or uses to which the land will be put; The dates on which the developer must submit to the 17 (3) 18 department for approval preliminary plans and final 19 plans and specifications for the total development. 20 No construction shall commence until the department

has approved the final plans and specifications;

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1		provided that construction on an incremental basis may
2		be permitted by the department;
3	(4)	The date of completion of the total development,
4		including the date of completion of any permitted
5		incremental development;
6	(5)	The minimum requirements for off-site and on-site
7		improvements that the developer must install,
8		construct, and complete by the date of completion of
9		the total development. The department may permit
10		incremental development and establish the minimum
11		requirements for off-site and on-site improvements
12		that must be installed, constructed, and completed
13		prior to the date of completion of the total
14		development; [and]
15	(6)	In the case of a development of available land for a
16		project or any portion of a project for other than
17		homestead purposes, a requirement that the developer
18		develop the project or that portion of the project
19		that is not for homestead purposes in accordance with
20		county zoning, subdivision, and other land use
21		requirements; and

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1	$\left[\frac{(6)}{(7)}\right]$ Any other terms and conditions deemed necessary
2	by the department to protect the interests of the
3	State and the department."
4	SECTION 4. This Act does not affect rights and duties that
5	matured, penalties that were incurred, and proceedings that were
6	begun, before its effective date.
7	SECTION 5. The provisions of the amendments made by this
8	Act to the Hawaiian Homes Commission Act, 1920, as amended, are
9	declared to be severable, and if any section, sentence, clause,
10	or phrase, or the application thereof to any person or
11	circumstances is held ineffective because there is a requirement
12	of having the consent of the United States to take effect, then
13	that portion only shall take effect upon the granting of consent
14	by the United States and effectiveness of the remainder of these
15	amendments or the application thereof shall not be affected.
16	SECTION 6. Statutory material to be repealed is bracketed
17	and stricken. New statutory material is underscored.
18	SECTION 7. This Act shall take effect upon its approval.
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### Report Title:

Hawaiian Home Lands; Development of Non-Homestead Lands

### Description:

Requires that development of non-homestead lands be done in compliance with county zoning, subdivision, and other land use