HB1805 HD1 HMS 2009-1825

## A BILL FOR AN ACT

RELATING TO LANDS CONTROLLED BY THE STATE.

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

1	SECTION 1. In 1978, the Hawaii Constitution was amended to
2	include Article XII, sections 4, 5, and 6, which established the
3	office of Hawaiian affairs and its board of trustees.
4	Sections 4, 5, and 6 of the state constitution provide:
5	SECTION 4. The lands granted to the State of
6	Hawaii by Section 5(b) of the Admission Act and
7	pursuant to Article XVI, Section 7, of the State
8	Constitution, excluding therefrom lands defined as
9	"available lands" by Section 203 of the Hawaiian Homes
10	Commission Act, 1920, as amended, shall be held by the
11	State as a public trust for native Hawaiians and the
12	general public.
13	SECTION 5. There is hereby established an Office
14	of Hawaiian Affairs. The Office of Hawaiian Affairs
15	shall hold title to all the real and personal property
16	now or hereafter set aside or conveyed to it which
17	shall be held in trust for native Hawaiians and
18	Hawaiians. There shall be a board of trustees for the

1	Office of Hawaiian Affairs elected by qualified voters
2	who are Hawaiians, as provided by law. The board
3	members shall be Hawaiians. There shall be not less
4	than nine members of the board of trustees; provided
5	that each of the following Islands have one
6	representative: Oahu, Kauai, Maui, Molokai and
7	Hawaii. The board shall select a chairperson from its
8	members.
9	SECTION 6. The board of trustees of the Office
10	of Hawaiian Affairs shall exercise power as provided

of Hawaiian Affairs shall exercise power as provided by law: to manage and administer the proceeds from the sale or other disposition of the lands, natural resources, minerals and income derived from whatever sources for native Hawaiians and Hawaiians, including all income and proceeds from that pro rata portion of the trust referred to in section 4 of this article for native Hawaiians; to formulate policy relating to affairs of native Hawaiians and Hawaiians; and to exercise control over real and personal property set aside by state, federal or private sources and transferred to the board for native Hawaiians and

1	Hawaiians. The board shall have the power to exercise
2	control over the Office of Hawaiian Affairs through
3	its executive officer, the administrator of the Office
4	of Hawaiian Affairs, who shall be appointed by the
5	board.
6	Act 354, Session Laws of Hawaii 1993, stated in pertinent
7	part in section 1:
8	Until the provisional government was recognized by
9	John L. Stevens, the Kingdom of Hawaii was recognized as an
10	independent nation by the United States, France, and Great
11	Britain. Many native Hawaiians and others view the
12	overthrow of 1893 and subsequent actions by the United
13	States, such as supporting establishment of the provisional
14	government and later the Republic of Hawaii, the
15	designation of the crown and government lands as public
16	lands, annexation, and the ceding of public lands to the
17	federal government without the consent of native Hawaiians,
18	as illegal. Because the actions taken by the United States
19	were viewed as illegal and done without the consent of
20	native Hawaiians, many native Hawaiians feel there is a
21	valid legal claim for reparations. Many native Hawaiians

1	believe that the lands taken without their consent should
2	be returned and if not, monetary reparations made, and that
3	they should have the right to sovereignty, or the right to
4	self-determination and self-government as do other native
5	American peoples.
6	The legislature has also acknowledged that the actions
7	by the United States were illegal and immoral, and pledges
8	its continued support to the native Hawaiian community by
9	taking steps to promote the restoration of the rights and
10	dignity of native Hawaiians.
11	Act 359, Session Laws of Hawaii 1993, stated in pertinent
12	part in section 1:
13	(4) Throughout the 19th century and until 1893, the United
14	States:
15	(A) Recognized the independence of the Hawaiian
16	Nation;
17	(B) Extended full and complete diplomatic recognition
18	to the Hawaiian government; and
19	(C) Entered into treaties with the Hawaiian
20	government to govern commerce and navigation in
21	1826, 1842, 1849, 1875, and 1887;

1 \* \* \*

2	(6)	In pursuit of that conspiracy, the United States
3		Minister and the naval representative of the United
4		States caused armed forces of the United States to
5		invade the sovereign Hawaiian Nation in support of the
6		overthrow of the indigenous and lawful government, and
7 ,		the United States Minister thereupon extended
8		diplomatic recognition to the provisional government
9		formed by the conspirators without the consent of the
10		native Hawaiian people or the lawful Government of
11		Hawaii in violation of treaties between the two
12		nations and of international law;

\* \* \*

14 (9) In 1898, Hawaii was annexed to the United States through the Newlands Resolution without the consent of 15 16 or compensation to the indigenous people of Hawaii or **17** their sovereign government. As a result, the 18 indigenous people of Hawaii were denied the mechanism for expression of their inherent sovereignty through 19 self-government and self-determination, their lands, 20 21 and their ocean resources.

1	In 1993, Congress passed Public Law 103-150, the Apology
2	Resolution, which stated in pertinent part:
3	Whereas, from 1826 until 1893, the United States
4	recognized the independence of the Kingdom of Hawaii,
5	extended full and complete diplomatic recognition to
6	the Hawaiian Government, and entered into treaties and
7	conventions with the Hawaiian monarchs to govern
8	commerce and navigation in 1826, 1842, 1849, 1875, and
9	1887;
10	* * *
11	Whereas, on July 4, 1894, the Provisional
12	Government declared itself to be the Republic of
13	Hawaii;
14	* * *
15	Whereas, through the Newlands Resolution, the
16	self-declared Republic of Hawaii ceded sovereignty
17	over the Hawaiian Islands to the United States;
18	Whereas, the Republic of Hawaii also ceded
19	1,800,000 acres of crown, government and public lands
20	of the Kingdom of Hawaii, without the consent of or

1	compensation to the Native Hawaiian people of Hawaii
2	or their sovereign government;
3	Whereas the Congress, through the Newlands
4	Resolution, ratified the cession, annexed Hawaii as
5	part of the United States, and vested title to the
6	lands in Hawaii in the United States;
7	* * *
8	Whereas the indigenous Hawaiian people never
9	directly relinquished their claims to their inherent
10	sovereignty as a people or over their national lands
11	to the United States, either through their monarchy or
12	through a plebiscite or referendum;
13	* * *
14	SECTION 1. ACKNOWLEDGMENT AND APOLOGY.
15	The Congress -
16	(1) on the occasion of the 100th anniversary of
17	the illegal overthrow of the Kingdom of Hawaii on
18	January 17, 1893, acknowledges the historical
19	significance of this event which resulted in the
20	suppression of the inherent sovereignty of the Native
21	Hawaiian people;

1	*	*	*	

	(3) apologizes to Native Hawaiians on behalf of
t	the people of the United States for the overthrow of
t	the Kingdom of Hawaii on January 17, 1893 with the
p	participation of agents and citizens of the United
S	States, and the deprivation of the rights of Native
Н	lawaiians to self-determination;

- (4) expresses its commitment to acknowledge the ramifications of the overthrow of the Kingdom of Hawaii, in order to provide a proper foundation for reconciliation between the United States and the Native Hawaiian people; and
- (5) urges the President of the United States to also acknowledge the ramifications of the overthrow of the Kingdom of Hawaii and to support reconciliation efforts between the United States and the Native Hawaiian people.

In 1993, the legislature also adopted Concurrent

Resolution 93-2 that included almost all of the parts of

the Apology Resolution including the finding that:

1	Whereas the indigenous Hawaiian people never
2	directly relinquished their claims to their inherent
3	sovereignty as a people or over their national lands
4	to the United States, either through their monarchy or
5	through a plebiscite or referendum.
6	Act 329, Session Laws of Hawaii 1997, stated in pertinent
7	part in section 1:
8	The legislature finds that the events of history
9	relating to Hawaii and Native Hawaiians, including
10	those set forth in [the Apology Resolution]
11	continue to contribute today to a deep sense of
12	injustice among many Native Hawaiians and others. The
13	legislature recognizes that the lasting reconciliation
14	so desired by all people of Hawaii is possible only if
15	it fairly acknowledges the past while moving into
16	Hawaii's future.
17	The legislature further finds that over the last
18	few decades, the people of Hawaii through amendments
19	to their state constitution, the acts of their
20	legislature, and other means, have moved substantially
21	toward this permanent reconciliation. Foremost among

1	these achievements have been the creation of the
2	office of Hawaiian affairs and the allocation by
3	legislative action to the office of Hawaiian affairs
4	of substantial funds out of a portion of the public
5	land trust established by section 5(f) of the
6	Admission Act. The overriding purpose of this Act is
7	to continue this momentum, through further executive
8	and legislative action in conjunction with the people
9	of Hawaii, toward a comprehensive, just, and lasting
10	resolution.
11	In 2001, S. 746, the federal legislation commonly referred
12	to as the "Akaka bill" was passed out of the Senate Committee on
13	Indian Affairs. Senate Committee Report No. 107-66, on the
14	Akaka bill explains that its purpose:
15	is to authorize a process for the reorganization of a
16	Native Hawaiian government and to provide for the
17	recognition of the Native Hawaiian government by the United
18	States for the purpose of carrying on a government-to-
19	government relationship.
20	The Akaka bill authorizes the federal government to
21	negotiate with the State and the reorganized native Hawaiian

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1 government for a transfer of land and resources to a native Hawaiian government. The native Hawaiian government would thus 2 3 have a land base and resources and a status similar to that of 4 other native peoples in the United States. The committee report 5 on the Akaka bill explains that: 6 . . . it is the Committee's intent that the references to 'land, resources, and assets dedicated to native Hawaiian 7 8 use' include, but not be limited to lands set aside under 9 the Hawaiian Homes Commission Act and ceded lands. 10 In 2007, H.R. 505, the latest version of the Akaka bill, passed the United States House of Representatives. Section 8 of 11 12 H.R. 505 also includes a provision authorizing the United States 13 and State of Hawaii to: 14 enter into negotiations with the Native Hawaiian governing 15 entity designed to lead to an agreement addressing such 16 matters as the transfer of lands, natural resources, and 17 other assets, and the protection of existing rights related 18 to such lands or resources. In January 2008, the Hawaii Supreme Court in Office of 19 20 Hawaiian Affairs v. Housing And Community Development

Corporation Of Hawaii, 117 Hawaii 174, 177 P.3d 884 (2008),

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- 1 enjoined the State from selling or otherwise transferring to
- 2 third parties any ceded lands from the public lands trust until
- 3 the claims of the native Hawaiian people to the ceded lands have
- 4 been resolved. In October 2008, the United States Supreme Court
- 5 granted the State's petition for certiorari in the foregoing
- 6 case.
- 7 The purpose of this Act is to require adoption of a
- 8 concurrent resolution by two-thirds majority vote of each house
- 9 of the legislature in order to sell or exchange ceded lands.
- 10 SECTION 2. Chapter 171, Hawaii Revised Statutes, is
- 11 amended by adding a new part to be appropriately designated and
- 12 to read as follows:
- 13 "PART . CEDED LANDS
- 14 §171- Sale of ceded lands under the control of state
- 15 departments and agencies; legislative approval required. (a)
- 16 This section applies to the following lands:
- 17 (1) Land defined as public lands under section 171-2;
- 18 (2) Land set aside pursuant to law for the use of the
- 19 United States;
- 20 (3) Land to which the United States relinquished the
- 21 absolute fee and ownership under section 91 of the

1		organic act prior to the admission of hawair as a
2		state of the United States unless subsequently placed
3		under the control of the board of land and natural
4		resources and given the status of public lands in
5		accordance with the Hawaii Constitution, or other
6		laws;
7	(4)	Land to which the University of Hawaii holds title;
8	(5)	Land to which the Hawaii housing finance and
9		development corporation in its corporate capacity
10		holds title;
11	(6)	Land to which the department of agriculture holds
12		title by way of foreclosure, voluntary surrender, or
13		otherwise, to recover moneys loaned or to recover
14		debts otherwise owed the department under chapter 167;
15	(7)	Land that is set aside by the governor to the Aloha
16		Tower development corporation; land leased to the
17		Aloha Tower development corporation by any department
18		or agency of the State; or land to which the Aloha
19		Tower development corporation holds title in its
20		corporate capacity;

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1	(8)	Land that is set aside by the governor to the				
2		agribusiness development corporation; land leased to				
3		the agribusiness development corporation by any				
4		department or agency of the State; or land to which				
5		the agribusiness development corporation in its				
6		corporate capacity holds title; or				
7	(9)	Land to which the high technology development				
8		corporation in its corporate capacity holds title.				
9	(b)	Notwithstanding any law to the contrary, no sale of				
10	lands und	er subsection (a) in fee simple, including land sold				
11	for roads	and streets, shall occur without the prior approval of				
12	the sale by the legislature by concurrent resolution to be					
13	adopted by each house by at least a two-thirds majority vote of					
14	the members to which each house is entitled in a regular or					
15	special session at which a concurrent resolution is submitted					
16	for approval of the sale.					

all sales of state land proposed by the state department or

land under subsection (b) shall submit for introduction to the

legislature a concurrent resolution for review of any sale of

state land. The concurrent resolution shall contain a list of

The state department or agency proposing to sell state

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- 1 agency. The concurrent resolution shall contain the following
- 2 information:
- 3 (1) The location and area of the parcels of land to be
- 4 sold;
- 5 (2) The appraisal value of the land to be sold;
- 6 (3) The names of all appraisers performing appraisals of
- 7 the land to be sold;
- 8 (4) The date of the appraisal valuation;
- 9 (5) The purpose for which the land is being sold; and
- 10 (6) A detailed summary of any development plans for the
- 11 land to be sold.
- (d) If the legislature fails to approve the concurrent
- 13 resolution by at least a two-thirds majority vote of both
- 14 houses, the transaction shall not be consummated by the state
- 15 department or agency.
- 16 §171- Exchange of lands under the control of state
- 17 departments and agencies for private land; legislative approval
- 18 required. (a) This section applies to the following lands:
- 19 (1) Land defined as public land under section 171-2;
- 20 (2) Land set aside pursuant to law for the use of the
- 21 United States;



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1	(3)	Land to which the United States relinquished the
2		absolute fee and ownership under section 91 of the
3		Organic Act prior to the admission of Hawaii as a
4		state of the United States unless subsequently placed
5		under the control of the board of land and natural
6		resources and given the status of public lands in
7		accordance with the Hawaii Constitution, or other
8		laws;
9	(4)	Land to which the University of Hawaii holds title;
10	(5)	Land to which the Hawaii housing finance and
11		development corporation in its corporate capacity
12		holds title;
13	(6)	Land to which the department of agriculture holds
14		title by way of foreclosure, voluntary surrender, or
15		otherwise, to recover moneys loaned or to recover
16		debts otherwise owed the department under chapter 167;
17	(7)	Land that is set aside by the governor to the Aloha
18		Tower development corporation; land leased to the
19		Aloha Tower development corporation by any department
20		or agency of the State; or land to which the Aloha

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1	Tower	development	corporation	holds	title	in	its
2	corpor	rate capacity	Y;				

- (8) Land that is set aside by the governor to the agribusiness development corporation; land leased to the agribusiness development corporation by any department or agency of the State; or land to which the agribusiness development corporation in its corporate capacity holds title; or
- (9) Land to which the high technology development corporation in its corporate capacity holds title.
- 11 (b) Notwithstanding any law to the contrary, no exchange 12 of lands under subsection (a), including land being used for 13 roads and streets, shall occur without the prior approval of the sale by the legislature by concurrent resolution to be adopted 14 15 by each house by at least a two-thirds majority vote of the 16 members to which each house is entitled in a regular or special 17 session at which a concurrent resolution is submitted for 18 approval of the exchange.
- 19 (c) The state department or agency proposing the exchange 20 shall submit for introduction to the legislature a concurrent 21 resolution for review of any exchange. The concurrent

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- 1 resolution shall contain a list of all exchanges proposed by the
- 2 state department or agency and shall be submitted with the
- 3 proposed exchange deeds for the exchanges to be executed by the
- 4 parties, together with the following information:
- 5 (1) The location and area of the parcels of land to be
- 6 exchanged;
- 7 (2) The appraisal value of the lands to be conveyed by the
- 8 State and the private party;
- 9 (3) The names of all appraisers performing appraisals of
- the parcels of land to be exchanged;
- 11 (4) The date of the appraisal valuation;
- 12 (5) The purpose for which the parcels of land are being
- exchanged; and
- 14 (6) A detailed summary of any development plans for the
- parcels of land to be exchanged.
- 16 (d) If the legislature fails to approve the concurrent
- 17 resolution by at least a two-thirds majority vote of both
- 18 houses, the transaction shall not be consummated by the state
- 19 department or agency."
- 20 SECTION 3. This Act shall take effect upon its approval.

### Report Title:

Ceded Lands; Public Lands; Sale

### Description:

Requires adoption of a concurrent resolution by two-thirds majority vote of each house of the Legislature in order to sell or exchange ceded lands. (HB1805 HD1)

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