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

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

SECTION 6. The board of trustees of the Office 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

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

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

1		(C) Entered into treaties with the Hawaiian
2		government to govern commerce and navigation in
3		1826, 1842, 1849, 1875 and 1887;
4		
5	(6)	In pursuit of that conspiracy, the United States
6		Minister and the naval representative of the United
7		States caused armed forces of the United States to
8		invade the sovereign Hawaiian Nation in support of the
9		overthrow of the indigenous and lawful government, and
10		the United States Minister thereupon extended
11		diplomatic recognition to a provisional government
12		formed by the conspirators without the consent of the
13		native Hawaiian people or the lawful Government of
14		Hawaii in violation of treaties between the two
15		nations and of international law;
16		
17	(9)	In 1898, Hawaii was annexed to the United States
18		through the Newlands Resolution without the consent of
19		or compensation to the indigenous people of Hawaii or

their sovereign government. As a result, the

indigenous people of Hawaii were denied the mechanism

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1	for expression of their inherent sovereignty through		
2	self-government and self-determination, their lands		
3	and their ocean resources.		
4	In 1993, Congress passed Public Law 103-150, the Apology		
5	Resolution, which stated:		
6	Whereas, from 1826 until 1893, the United States		
7	recognized the independence of the Kingdom of Hawaii,		
8	extended full and complete diplomatic recognition to		
9	the Hawaiian Government, and entered into treaties and		
10	conventions with the Hawaiian monarchs to govern		
11	commerce and navigation in 1826, 1842, 1849, 1875, and		
12	1887;		
13	Whereas, on July 4, 1894, the Provisional		
14	Government declared itself to be the Republic of		
15	Hawaii;		
16	Whereas, through the Newlands Resolution, the		
17	self-declared Republic of Hawaii ceded sovereignty		
18	over the Hawaiian Islands to the United States;		
19	Whereas, the Republic of Hawaii also ceded		
20	1,800,000 acres of crown, government and public lands		
21	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	Whereas the indigenous Hawaiian people never		
8	directly relinquished their claims to their inherent		
9	sovereignty as a people or over their national lands		
10	to the United States, either through their monarchy or		
11	through a plebiscite or referendum;		
12			
13	SECTION 1. ACKNOWLEDGMENT AND APOLOGY.		
14	The Congress -		
15	(1) On the occasion of the 100th anniversary of the		
16	illegal overthrow of the Kingdom of Hawaii on January		
17	17, 1893, acknowledges the historical significance of		
18	this event which resulted in the suppression of the		
19	inherent sovereignty of the Native Hawaiian people;		
20			

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1	(3)	Apologizes to Native Hawaiians on behalf of the people	
2		of the United States for the overthrow of the Kingdom	
3		of Hawaii on January 17, 1893 with the participation	
4		of agents and citizens of the United States, and the	
5		deprivation of the rights of Native Hawaiians to self-	
6		determination;	
7	(4)	Expresses its commitment to acknowledge the	

- (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 House Concurrent
Resolution No. 179 that included almost all of the parts of the
Apology Resolution including the finding that: "Whereas the
indigenous Hawaiian people never directly relinquished their
claims to their inherent sovereignty as a people or over their

1	national lands to the United States, either through their			
2	monarchy or through a plebiscite or referendum".			
3	In 1997, the legislature enacted Act 329, Session Laws of			
4	Hawaii 1997, which stated:			
5	The legislature finds that the events of history			
6	relating to Hawaii and Native Hawaiians, including			
7	those set forth in [the Apology Resolution] continue			
8	to contribute today to a deep sense of injustice among			
9	many Native Hawaiians and others. The legislature			
10	recognizes that the lasting reconciliation so desired			
11	by all people of Hawaii is possible only if it fairly			
12	acknowledges the past while moving into Hawaii's			
13	future.			
14	The legislature further finds that over the last			
15	few decades, the people of Hawaii through amendments			
16	to their state constitution, the acts of their			
17	legislature, and other means, have moved substantially			
18	toward this permanent reconciliation. Foremost among			
19	these achievements have been the creation of the			
20	[O]ffice of Hawaiian [A]ffairs and the allocation by			
21	legislative action to the [O]ffice of Hawaiian			

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

- 1 that "it is the Committee's intent that the references to 'land,
- 2 resources, and assets dedicated to [n]ative Hawaiian use'
- 3 include, but not be limited to lands set aside under the
- 4 Hawaiian Homes Commission Act and ceded lands."
- 5 In 2007, H.R. 505, the latest version of the Akaka Bill,
- 6 passed the U.S. House of Representatives. Section 8 of H.R. 505
- 7 also includes a provision authorizing the United States and
- 8 State of Hawai'i to "enter into negotiations with the Native
- 9 Hawaiian governing entity designed to lead to an agreement
- 10 addressing such matters as the transfer of lands, natural
- 11 resources, and other assets, and the protection of existing
- 12 rights related to such lands or resources[;]."
- 13 In January 2008, the Hawai'i supreme court in Office of
- 14 Hawaiian Affairs v. Housing And Community Development
- 15 Corporation Of Hawai'i, 117 Hawai'i 174, 177 P.3d 884 (2008) (OHA
- 16 v. HCDCH), enjoined the State from selling or otherwise
- 17 transferring to third parties any ceded lands from the public
- 18 lands trust until the claims of the native Hawaiian people to
- 19 the ceded lands have been resolved. The plaintiffs in the OHA
- 20 v. HCDCH case and the legislature agree that based on the
- 21 language of the OHA v. HCDCH decision, the Hawaii supreme court



- 1 intended that the injunction would remain in place until the
- 2 native Hawaiian claim to the ceded lands is resolved unless,
- 3 prior to any such resolution, the legislature no longer desires
- 4 reconciliation between the State and the native Hawaiian people.
- 5 In other words, if prior to any resolution, the legislature no
- 6 longer desired reconciliation, regardless of the Apology
- 7 Resolution, the injunction would no longer be appropriate.
- 8 In October 2008, the United States Supreme Court granted
- 9 the State's petition for certiorari in the OHA v. HCDCH case.
- 10 The legislature supports this Act as a means of preserving
- 11 the status quo and ensuring that the public lands trust is
- 12 preserved in order to ensure a fair and just settlement leading
- 13 to reconciliation with the native Hawaiian people.
- 14 SECTION 2. Chapter 171, Hawaii Revised Statutes, is
- 15 amended by adding two new sections to be appropriately
- 16 designated and to read as follows:
- 17 "§171-A Sale of lands in the public land trust.
- 18 Notwithstanding any law to the contrary, no sale in fee simple
- 19 shall be made of:
- 20 (1) Lands ceded to the United States by the Republic of
- 21 Hawaii under the joint resolution of annexation,



1		approved July 7, 1898 (30 Stat. 750), or acquired in	
2		exchange for lands so ceded, and granted to the State	
3	of Hawaii by virtue of section 5(b) of the Admission		
4	Act of 1959; or		
5	(2)	Lands retained by the United States under section 5(c)	
6		and (d) of the Admission Act of 1959 and later	
7		conveyed to the State under section 5(e) or under the	
8		Act of December 23, 1964 (Pub. Law 88-233, 77 Stat.	
9		<u>472).</u>	
10	§171-B Exchange of lands in the public land trust for		
11	private land. (a) Notwithstanding any law to the contrary, no		
12	exchange	shall be made of:	
13	(1)	Lands ceded to the United States by the Republic of	
14		Hawaii under the joint resolution of annexation,	
15		approved July 7, 1898 (30 Stat. 750), or acquired in	
16		exchange for lands so ceded, and granted to the State	
17		of Hawaii by virtue of section 5(b) of the Admission	
18		Act of 1959; or	
19	(2)	Lands retained by the United States under section 5(c)	
20		and (d) of the Admission Act of 1959 and later	
21		conveyed to the State under section 5(e) or under the	

1	Act	of December 23, 1964 (Pub. Law 88-233, 77 Stat.
2	472)	<u>.</u> "
3	SECTION 3	. Section 171-13, Hawaii Revised Statutes, is
4	amended to rea	d as follows:
5	"§171-13	Disposition of public lands. Except as otherwise
6	provided by la	w and subject to other provisions of this chapter,
7	the board may:	
8	(1) Disp	ose of public land in fee simple, by lease, lease
9	with	option to purchase, license, or permit[; and],
10	exce	pt dispositions that result in or may result in
11	alie	nation of the fee of lands:
12	(A)	Ceded to the United States by the Republic of
13		Hawaii under the joint resolution of annexation,
14		approved July 7, 1898 (30 Stat. 750), or acquired
15		in exchange for lands so ceded, and granted to
16		the State of Hawaii by virtue of section 5(b) of
17		the Admission Act of 1959; or
18	<u>(B)</u>	Lands retained by the United States under section
19		5(c) and (d) of the Admission Act of 1959 and
20		later conveyed to the State under section 5(e) or
21		under the Act of December 23, 1964 (Pub. Law 88-

1	233, 77 Stat. 472), are subject to sections 171-A
2	and 171-B; and
3	(2) Grant easement by direct negotiation or otherwise for
4	particular purposes in perpetuity on such terms as may
5	be set by the board, subject to reverter to the State
6	upon termination or abandonment of the specific
7	purpose for which it was granted, provided the sale
8	price of such easement shall be determined pursuant to
9	section 171-17(b).
10	No person shall be eligible to purchase or lease public lands,
11	or to be granted a license, permit, or easement covering public
12	lands, who has had during the five years preceding the date of
13	disposition a previous sale, lease, license, permit, or easement
14	covering public lands cancelled for failure to satisfy the terms
15	and conditions thereof."
16	SECTION 4. This Act does not affect the state practice of
· 17	transferring remnants, and issuing licenses, permits, easements
18	and leases.
19	SECTION 5. This Act shall remain in effect until the
20	claims of the native Hawaiian people to the public land trust
21	lands have been resolved or until the legislature finds that the

- 1 State no longer supports reconciliation between the State and
- 2 the native Hawaiian people.
- 3 SECTION 6. In codifying the new sections added by section
- 2 of this Act, the revisor of statutes shall substitute 4
- 5 appropriate section numbers for the letters used in designating
- 6 the new sections in this Act.
- 7 SECTION 7. Statutory material to be repealed is bracketed
- and stricken. New statutory material is underscored. 8
- 9 SECTION 8. This Act shall take effect upon its approval.

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INTRODUCED BY:

By Reques

JAN 2 6 2009

Report Title:

Office of Hawaiian Affairs; Ceded Lands

Description:

Prohibits the disposition in fee simple of ceded lands.

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