JAN 2 0 2010

A BILL FOR AN ACT

RELATING TO ENVIRONMENTAL PROTECTION.

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

1	PART I.
2	SECTION 1. Chapter 341, Hawaii Revised Statutes, is
3	amended to read as follows:
4	"[+]CHAPTER 341[+]
5	ENVIRONMENTAL QUALITY CONTROL
-6	[+] §341-1[+] Findings and purpose. The legislature finds
7	that the quality of the environment is as important to the
8	welfare of the people of Hawaii as is the economy of the State.
9	The legislature further finds that the determination of an
10	optimum balance between economic development and environmental
11	quality deserves the most thoughtful consideration, and that the
12	maintenance of the optimum quality of the environment deserves
13	the most intensive care.
14	The purpose of this chapter is to stimulate, expand, and
15	coordinate efforts to determine and maintain the optimum quality
16	of the environment of the State.
17	§341-2 Definitions. As used in this chapter, unless the
18	context otherwise requires:
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1
         "Center" means the University of Hawaii environmental
 2
    center established in section [+]304A-1551[+].
 3
         "Council" means the environmental council established in
 4
    section 341-3(c).
 5
         "Director" means the director of the office of
 6
    environmental quality control.
7
         "Office" means the office of environmental quality control
8
    established in section 341-3(a).
9
         "University" means the University of Hawaii.
10
         §341-3 Office of environmental quality control;
11
    environmental center; environmental council. (a)
                                                        There is
12
    created an office of environmental quality control that shall be
13
    headed by a single executive to be known as the director of the
    office of environmental quality control who shall be appointed
14
15
    by the governor as provided in section 26-34. This office shall
16
    implement this chapter and shall be placed within the department
17
    of [health] land and natural resources for administrative
18
    purposes. The office shall perform [its] the duties prescribed
19
    to it under chapter 343 [and shall serve the governor in an
20
    advisory capacity on all matters relating to environmental
21
    quality control].
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1
          (b) The environmental center within the University of
    Hawaii shall be as established under section [+]304A-1551[+].
 2
 3
              There is created an environmental council not to
 4
    exceed [fifteen] seven members. [Except for the director,
 5
    members] The council shall include one member from each county
 6
    and no more than three at-large members. The director may not
 7
    serve as a member of the council. Members of the environmental
 8
    council shall be appointed by the governor as provided in
9
    section 26-34; provided that two of the seven members shall be
10
    appointed from a list of persons nominated by the speaker of the
11
    house of representatives and two members shall be appointed from
12
    a list of persons nominated by the senate president.
13
    council shall be attached to the [department of health] office
14
    for administrative purposes. [Except for the director, the] The
15
    term of each member shall be four years; provided that, of the
16
    members initially appointed, [five] three members shall serve
17
    for four years, [five] two members shall serve for three years,
18
    and the remaining [four] two members shall serve for two years.
    Vacancies shall be filled for the remainder of any unexpired
19
20
    term in the same manner as original appointments. [The director
21
    shall be an ex officio voting member of the council. The
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- 1 council chairperson shall be elected by the council from among
- 2 the [appointed] members of the council.
- Members shall be appointed to [assure] ensure a broad and
- 4 balanced representation of educational, business, and
- 5 environmentally pertinent disciplines and professions [, such as
- 6 the natural and social sciences, the humanities, architecture,
- 7 engineering, environmental consulting, public health, and
- 8 planning; educational and research institutions with
- 9 environmental competence; agriculture, real estate, visitor
- 10 industry, construction, media, and voluntary community and
- 11 environmental groups]. The members of the council shall serve
- 12 without compensation but shall be reimbursed for expenses,
- 13 including travel expenses, incurred in the discharge of their
- 14 duties.
- 15 §341-4 Powers and duties of the director. (a) The
- 16 director shall have [such] powers delegated by the governor as
- 17 are necessary to coordinate and, when requested by the governor,
- 18 to direct, pursuant to chapter 91, all state governmental
- 19 agencies in matters concerning environmental quality.
- 20 (b) To further the objective of subsection (a), the
- 21 director shall:



1	(1)	[Direct] Through the council, direct the attention of
2		[the university community] state agencies and the
3		residents of the State [in general] to [ecological
4		and] environmental problems [through], in cooperation
5		with the center [and the council, respectively, and
6		through public education programs];
7	(2)	Conduct research or arrange for [the conduct of]
8		research through contractual relations with the
9		center, state agencies, or other persons with
10		competence in [the field of ecology and] environmental
11		quality;
12	(3)	[Encourage] Through the council, encourage public
13		acceptance of proposed legislative and administrative
14		actions concerning [ecology and] environmental
15		quality, and receive notice of any private or public
16		complaints concerning [ecology and] environmental
17		quality [through the council];
18	(4)	Recommend to the council programs for long-range
19		implementation of environmental quality control;
20	(5)	Submit [direct] to the council for its review and
21		recommendation to the governor [and to the legislature
22		such] legislative bills and administrative policies,

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1		objectives, and actions, as are necessary to preserve
2		and enhance the environmental quality of the State;
3	(6)	Conduct regular outreach and training for state and
4		county agencies on the environmental review process
5		and conduct other public educational programs; [and]
6	(7)	Offer advice and assistance to private industry,
7	•	governmental agencies, non-governmental organizations,
8	·	state residents, or other persons upon request [-];
9	- (8)	Obtain advice from the environmental council on any
10		matters concerning environmental quality;
11	(9)	Perform budgeting and hiring in a manner that ensures
12		adequate funding and staff support for the council to
13		carry out its duties under this chapter and chapter
14		343; and
15	(10)	With the cooperation of private industry, governmental
16		agencies, non-governmental organizations, state
17	• •	residents, and other interested persons in fulfilling
18	·	the requirements of this subsection, conduct annual
19		statewide workshops and publish an annual state
20		environmental review guidebook or supplement to assist
21		persons in complying with this chapter, chapter 343,
22		and administrative rules adopted thereunder; provided



-	ciiac	workshops, guidebooks, and supprements sharr
2	incl	ude:
. 3	(A)	Assistance for the preparation, processing, and
4		review of environmental review documents;
5	<u>(B)</u>	Review of relevant court decisions affecting this
6		chapter, chapter 343, and administrative rules
7	·	adopted thereunder;
8	(C)	Review of amendments to this chapter, chapter
9	·	343, other relevant laws, and administrative
10		rules adopted thereunder; and
11	<u>(D)</u>	Any other information that may facilitate the
12		efficient implementation of this chapter, chapter
13		343, and administrative rules adopted thereunder.
14	(c) [The	director shall adopt rules pursuant to chapter 91
15	necessary for	the purposes of implementing this chapter.] To
16	facilitate age	ncy and public participation in the review
17	process, the o	ffice shall create and maintain an electronic
18	communication	system, such as a website, to meet best practices
19	of environment	al review, as determined by the director.
20	<u>§341-A</u> A	nnual report. No later than January 31 of each
21	year, at the d	irection of the council, the director shall
22	-	rt that analyzes the effectiveness of the State's
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1	environmental review system during the prior year. The report			
2	shall include an assessment of a sample of environmental			
3	assessments and environmental impact statements for completed			
4	projects.			
5	At the request of the director or the council, state and			
6	county agencies shall provide information to assist in the			
7	preparation of the annual report.			
8	§341-6 [Functions] Duties of the environmental council.			
9	(a) The council shall [serve]:			
10	(1) Serve the governor in an advisory capacity on all			
11	matters relating to environmental quality;			
12	(2) Serve as a liaison between the [director] governor and			
13	the general public by soliciting information,			
14	opinions, complaints, recommendations, and advice			
15	concerning [ecology and] environmental quality through			
16	public hearings or any other means and by publicizing			
17	[such] these matters as requested by the [director			
18	pursuant to section 341-4(b)(3).] governor; and			
19	(3) Meet at the call of the council chairperson or the			
20	governor upon notice to the council chairperson.			
21	(b) The council may make recommendations concerning			
22	[ecology and] environmental quality to the [director and shall			
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1
    meet at the call of the council chairperson or the director upon
 2
    notifying the council chairperson.] governor.
 3
              The council shall monitor the progress of state,
 4
    county, and federal agencies in achieving the State's
 5
    environmental goals and policies [and]. No later than January
 6
    31 of each year, the council, with the assistance of the
 7
    director, shall make an annual report with recommendations for
8
    improvement to the governor, the legislature, and the public [no
9
    later than January 31 of each year]. [All] At the request of
10
    the council, state and county agencies shall [cooperate with the
11
    council and] provide information to assist in the preparation of
12
    [such a] the report [by responding to requests for information
13
    made by the council]. The council may combine its annual report
14
    with the annual report prepared by the director pursuant to
15
    section 341-A.
16
              The council may delegate to any person [such] the
17
    power or authority vested in the council as it deems reasonable
18
    and proper for the effective administration of this section and
19
    chapter 343, except the power to make, .amend, or repeal rules.
20
         (e) The council shall adopt rules, pursuant to chapter 91,
21
    necessary for the purposes of implementing this chapter and
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chapter 343.

1	<u>§341</u>	-B Environmental review special fund; use of funds.
2	(a) Ther	e is established in the state treasury the
3,	environme	ental review special fund, into which shall be
4	deposited	<u> </u>
5	(1)	All filing fees and other administrative fees
6		collected by the office;
7	(2)	All accrued interest from the special fund; and
8	(3)	Moneys appropriated to the special fund by the
9	-	legislature.
10	(b)	Moneys in the environmental review special fund shall
11	be supple	mental to, and not a replacement for, the office budget
12	base and	be used to:
13	(1)	Fund the activities of the office and the council in
14		fulfillment of their duties pursuant to this chapter
15		and chapter 343, including administrative and office
16		expenses; and
17	(2)	Support outreach, training, education, and research
18		programs pursuant to section 341-4.
19	<u>§341</u>	-C Fees. The director shall adopt rules, pursuant to
20	chapter 9	1, that establish reasonable fees for filing,
21	publicati	on, and other administrative services of the office or
22	council p	ursuant to this chapter and chapter 343."
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1 SECTION 2. All rules, policies, procedures, orders, 2 guidelines, and other material adopted, issued, or developed by 3 the office of environmental quality control or the environmental 4 council within the department of health to implement provisions 5 of the Hawaii Revised Statutes shall remain in full force and 6 effect until amended or repealed by the office of environmental 7 quality control or the environmental council within the 8 department of land and natural resources. 9 SECTION 3. All appropriations, records, equipment, **10** machines, files, supplies, contracts, books, papers, documents, 11 maps, and other personal property heretofore made, used, acquired, or held by the office of environmental quality control 12 13 or the environmental council within the department of health 14 relating to the functions transferred to the department of land 15 and natural resources shall be transferred with the functions to 16 which they relate. 17 SECTION 4. All rights, powers, functions, and duties of 18 the office of environmental quality control or the environmental 19 council within the department of health are transferred to the 20 office of environmental quality control or the environmental 21 council within the department of land and natural resources.

1 All officers and employees whose functions are transferred 2 by this Act shall be transferred with their functions and shall 3 continue to perform their regular duties upon their transfer, 4 subject to the state personnel laws and this Act. 5 No officer or employee of the State having tenure shall 6 suffer any loss of salary, seniority, prior service credit, 7 vacation, sick leave, or other employee benefit or privilege as 8 a consequence of this Act, and the officer or employee may be 9 transferred or appointed to a civil service position without the **10** necessity of examination; provided that the officer or employee 11 possesses the minimum qualifications for the position to which 12 transferred or appointed; and provided that subsequent changes 13 in status may be made pursuant to applicable civil service and 14 compensation laws. 15 An officer or employee of the State who does not have 16 tenure and who may be transferred or appointed to a civil 17 service position as a consequence of this Act shall become a 18 civil service employee without the loss of salary, seniority, 19 prior service credit, vacation, sick leave, or other employee 20 benefits or privileges and without the necessity of examination; 21 provided that the officer or employee possesses the minimum

1 qualifications for the position to which transferred or 2 appointed. 3 If an office or position held by an officer or employee 4 having tenure is abolished, the officer or employee shall not 5 thereby be separated from public employment, but shall remain in 6 the employment of the State with the same pay and classification 7 and shall be transferred to some other office or position for 8 which the officer or employee is eligible under the personnel 9 laws of the State as determined by the head of the department or **10** the governor. 11 PART II. 12 SECTION 5. Chapter 343, Hawaii Revised Statutes, is 13 amended by adding three new sections to be appropriately 14 designated and to read as follows: 15 "\$343-A Significance criteria. (a) In determining 16 whether a proposed action may have a significant adverse effect 17 on the environment, an agency shall consider: 18 (1)Every phase of the proposed action; 19 Expected primary and secondary effects of the proposed (2) 20 action; and 21 The overall and cumulative effects of the proposed (3) 22

action, including short-term and long-term effects.



1	<u>(b)</u>	A proposed action shall be determined to have a
2	significa	nt effect on the environment if it:
3	(1)	Involves an irrevocable commitment to loss or
4		destruction of any natural or cultural resource;
5	(2)	Curtails the range of beneficial uses of the
6		environment;
7	(3)	Conflicts with the State's long-term environmental
8		policies, guidelines, or goals, as expressed in
9		chapter 344, and any revisions thereof and amendments
10		thereto, court decisions, or executive orders;
11	(4)	Substantially adversely affects the economic welfare,
12		social welfare, or cultural practices of the community
13		or State;
14	(5)	Substantially adversely affects public health;
15	(6)	Involves substantial adverse secondary impacts, such
16		as population changes or effects on public facilities;
17	<u>(7)</u>	Involves a substantial degradation of environmental
18		quality;
19	(8)	Is individually limited but cumulatively has
20		considerable adverse effect upon the environment or
21		involves a commitment to related or future actions;

1	(9)	Substantially adversely affects a rare, threatened, or
2		endangered species or its habitat;
3	(10)	Detrimentally affects air or water quality or ambient
4		<pre>noise levels;</pre>
5	(11)	Affects or is likely to suffer present or future
6		damage by being located in an environmentally
7		sensitive area, such as a flood plain, tsunami zone,
8		beach, erosion-prone area, geologically hazardous
9	,	land, estuary, fresh water, or coastal waters;
10	(12)	Substantially adversely affects scenic vistas and
11		viewplanes identified in county or state plans or
12		studies;
13	(13)	Requires substantial energy consumption or emits
14		substantial quantities of greenhouse gases; or
15	(14)	Increases the scope or intensity of hazards to the
16		public, such as increased coastal inundation,
17		flooding, or erosion that may occur as a result of
18		climate change anticipated during the lifetime of the
19		project.
20	(c)	The director of the office of environmental quality
21	control s	hall provide guidance to agencies on the application of
22	this sect	ion.

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1	<u>§343</u>	-B Applicability. Except as otherwise provided, an
2	environme	ntal assessment shall be required for actions that
3	require d	iscretionary approval from an agency and that may have
4	a probable	e, significant, and adverse environmental effect,
5	including	<u>:</u>
6	(1)	Any new county general or development plans or
7		amendments to existing county general or development
8		plans; or
9	<u>(2)</u>	Any reclassification of any land classified as a
10		conservation district or important agricultural lands.
1	(b)	Notwithstanding any other provision, the use of land
12	solely for	r connection to utilities or rights-of-way shall not
13	require a	n environmental assessment or an environmental impact
14	statement	
15	<u>§343</u>	Record of decision; mitigation. (a) At the time
16	of the acc	ceptance or nonacceptance of a final statement, the
7	accepting	authority or agency shall prepare a concise public
18	record of	decision that:
19	(1)	States its decision;
20	(2)	Identifies all alternatives considered by the
21		accepting authority or agency in reaching its
))		decision including:

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1		<u>(A)</u>	Alternatives that were considered to be
2	'		environmentally preferable; and
3		<u>(B)</u>	Preferences among those alternatives based upon
4			relevant factors, including economic and
5			technical considerations and agency statutory
6			mission; and
7	(3)	Stat	es whether all practicable means to avoid or
8		mini	mize environmental harm from the alternative
9		sele	cted have been adopted and, if not, why they were
10		not	adopted.
11	(b)	Agen	cies shall provide for monitoring to ensure that
12	their dec	ision	s are carried out and that any other conditions
13	establish	ed in	the environmental impact statement or during its
14	review an	d com	mitted to as part of the accepting authority or
15	agency's	decis	ion are implemented by the lead agency or other
16	appropria	te ag	ency. Where applicable, a lead agency shall:
17	(1)	Incl	ude conditions on grants, permits, or other
18		<u>appr</u>	ovals to ensure mitigation;
19	(2)	Cond	ition the funding of actions on mitigation; and
20	(3)	Upon	request, inform cooperating or commenting
21		agen	cies on progress in carrying out mitigation
22		meas	ures that they proposed during the environmental

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1		review process and that were adopted by the accepting
2		authority or agency in making its decision.
3	(c)	Results of monitoring pursuant to this section shall
4	be made a	vailable periodically to the public through the
5	bulletin.	π
6	SECT	ION 6. Section 183-44, Hawaii Revised Statutes, is
7	amended by	y amending subsection (b) to read as follows:
8	"(b)	For the purposes of this section:
9	· (1)	"Emergency repairs" means that work necessary to
10		repair damages to fishponds arising from natural
11		forces or events of human creation not due to the
12		wilful neglect of the owner, of such a character that
13		the efficiency, esthetic character or health of the
14		fishpond, neighboring activities of persons, or
15		existing flora or fauna will be endangered in the
16		absence of correction of existing conditions by
17		repair, strengthening, reinforcement, or maintenance.
18	(2)	"Repairs and maintenance" of fishponds means any work
19		performed relative to the walls, floor, or other
20		traditional natural feature of the fishpond and its
21		appurtenances, the purposes of which are to maintain

1 the fishpond in its natural state and safeguard it 2 from damage from environmental and natural forces. 3 Repairs, strengthening, reinforcement, and maintenance and 4 emergency repair of fishponds shall not be construed as actions 5 ["proposing any use"] requiring an environmental assessment or 6 an environmental impact statement within the context of section 7 [343-5.] 343-B." SECTION 7. Section 343-2, Hawaii Revised Statutes, is 8 9 amended to read as follows: **10** "§343-2 Definitions. As used in this chapter unless the 11 context otherwise requires: **12** "Acceptance" means a formal determination that the document 13 required to be filed pursuant to section 343-5 fulfills the 14 definition of an environmental impact statement, adequately 15 describes identifiable environmental impacts, and satisfactorily 16 responds to comments received during the review of the 17 statement. "Action" means any program or project to be initiated by 18 **19** any agency or applicant[-] that: 20 (1) Is directly undertaken by any agency; 21 (2) Is supported in whole or in part by contracts, grants,

subsidies, or loans from one or more agencies; or

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1
         (3) Involves the issuance to a person of a discretionary
 2
              approval, such as a permit by one or more agencies.
 3
         The term "action" shall not include official acts of a
 4
    ministerial nature that involve no exercise of discretion.
         "Agency" means any department, office, board, or commission
 5
 6
    of the state or county government [which] that is a part of the
 7
    executive branch of that government.
8
         "Applicant" means any person who, pursuant to statute,
9
    ordinance, or rule, officially requests approval for a proposed
10
    action.
11
         "Approval" means a discretionary [consent] approval
12
    required from an agency prior to actual implementation of an
13
    action.
         "Council" means the environmental council.
14
15
         "Cumulative effects" means the impact on the environment
16
    that results from the incremental impact of the action when
17
    added to other past, present, and reasonably foreseeable future
18
    actions regardless of what agency, whether county, state, or
19
    federal, or person undertakes those actions; cumulative effects
20
    can result from individually minor but collectively significant
21
    actions taking place over a period of time.
```

1	"Discretionary [consent] approval" means [a] an approval,
2	consent, sanction, or recommendation from an agency for which
3	judgment and free will may be exercised by the issuing agency,
4	as distinguished from a ministerial [consent.] approval.
5	"Environmental assessment" means a written evaluation to
6	determine whether an action may have a significant effect.
7	"Environmental impact statement" or "statement" means an
8	informational document prepared in compliance with the rules
9	adopted under section 343-6 and $[\frac{\text{which}}{\text{ch}}]$ that discloses the
10	[environmental]:
11	(1) Environmental effects of a proposed action[, effects];
12	(2) Effects of a proposed action on the economic welfare,
13	social welfare, and cultural practices of the
14	community and State[, effects];
15	(3) Effects of the economic activities arising out of the
16	proposed action[, measures];
17	(4) Measures proposed to minimize adverse effects $[\tau]$; and
18	[alternatives]
19	(5) Alternatives to the action and their environmental
20	effects.
21	The initial statement filed for public review shall be
22	referred to as the draft statement and shall be distinguished
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1
    from the final statement, which is the document that has
 2
    incorporated the public's comments and the responses to those
 3
    comments.
               The final statement is the document that shall be
 4
    evaluated for acceptability by the respective accepting
 5
    authority.
         "Environmental review" refers broadly to the entire process
 6
 7
    prescribed by chapter 341 and this chapter, applicable to
 8
    applicants, agencies, and the public, of scoping, reviewing,
 9.
    publishing, commenting on, finalizing, accepting, and appealing
10
    required documents such as environmental assessments and
11
    environmental impact statements; any variations of these
12
    documents such as preparation notices, findings of no
13
    significant impact, programmatic reviews, and supplemental
14
    documents; any exemptions thereto; and any decisions not to
15
    prepare these documents.
         "Finding of no significant impact" means a determination
16
17
    based on an environmental assessment that the subject action
18
    will not have a significant effect and, therefore, will not
19
    require the preparation of an environmental impact statement.
20
         ["Helicopter facility" means any area of land or water
21
    which is used, or intended for use for the landing or takeoff of
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helicopters; and any appurtenant areas which are used, or



1 intended for use for helicopter related activities or rights-of-2 ₩ay. 3 "Ministerial approval" means a governmental decision 4 involving little or no personal judgment by the public official 5 and involving only the use of fixed standards or objective 6 measurements. 7 "Office" means the office of environmental quality control. 8 "Permit" means a determination, order, or other 9 documentation of approval, including the issuance of a lease, 10 license, certificate, variance, approval, or other entitlement for use or permission to act, granted to any person by an agency 11 12 for an action. 13 "Person" includes any individual, partnership, firm, 14 association, trust, estate, private corporation, or other legal 15 entity other than an agency. 16 "Primary effect" or "direct effect" means effects that are 17 caused by the action and occur at the same time and place. 18 ["Power-generating facility" means: 19 (1) A new, fossil-fueled, electricity-generating facility, 20 where the electrical output rating of the new 21 equipment exceeds 5.0 megawatts; or

1	(2) An expansion in generating capacity of an existing,
2	fossil-fueled, electricity-generating facility, where
3	the incremental electrical output rating of the new
4	equipment exceeds 5.0 megawatts.]
5	"Program" means a systemic, connected, or concerted
6	applicant or discretionary agency action to implement a specific
7	policy, plan, or master plan.
8	"Programmatic" means a comprehensive environmental review
9	of a program, policy, plan, or master plan.
10	"Project" means an activity that may cause either a direct
11	or indirect physical effect on the environment, such as
12	construction or management activities located in a defined
13	geographic area.
14	["Renewable energy facility" has the same meaning as
15	defined in section 201N-1.]
16	"Secondary effects" or "indirect effect" means effects that
17	are caused by an action and are later in time or farther removed
18	in distance, but are still reasonably foreseeable. Indirect
19	effects may include growth inducing effects and other effects
20	related to induced changes in the pattern of land use,
21	population density, or growth rate, and related effects on air,
22	water, and other natural systems including ecosystems.

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1
         "Significant effect" means the sum of effects on the
 2
    quality of the environment[, including actions that irrevocably
    commit a natural resource, curtail the range of beneficial uses
 3
 4
    of the environment, are contrary to the State's environmental
5
    policies or long-term environmental goals as established by law,
6
    or adversely affect the economic welfare, social welfare, or
7
    cultural practices of the community and State].
8
         "Tiering" means the incorporation by reference in a
9
    project-specific environmental assessment or environmental
10
    impact statement to a previously conducted programmatic
11
    environmental assessment or environmental impact statement for
12
    the purposes of showing the connections between the project-
13
    specific document and the earlier programmatic review, avoiding
14
    unnecessary duplication, and concentrating the analysis on the
15
    project-specific issues that were not previously reviewed in
16
    detail at the programmatic level.
17
         ["Wastewater treatment unit" means any plant or facility
18
    used in the treatment of wastewater.]"
19
         SECTION 8. Section 343-3, Hawaii Revised Statutes is
20
    amended to read as follows:
21
         "§343-3 Public participation, records, and notice.
22
    All statements, environmental assessments, and other documents
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1	prepared	under	this	chapter	shall	be	made	available	for
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- 2 inspection by the public [during established office hours.] at
- 3 minimum through the electronic communication system maintained
- 4 by the office and, if specifically requested due to lack of
- 5 electronic access, also through printed copies available through
- 6 the office.
- 7 (b) The office shall inform the public of notices filed by
- 8 agencies of the availability of environmental assessments for
- 9 review and comments, of determinations that statements are
- 10 required or not required, of the availability of statements for
- 11 review and comments, and of the acceptance or nonacceptance of
- 12 statements.
- 13 (c) The office shall inform the public of:
- 14 (1) A public comment process or public hearing if a state
- or federal agency provides for the public comment
- 16 process or public hearing to process a habitat
- 17 conservation plan, safe harbor agreement, or
- incidental take license pursuant to the state or
- 19 federal Endangered Species Act;
- 20 (2) A proposed habitat conservation plan or proposed safe
- 21 harbor agreement, and availability for inspection of
- the proposed agreement, plan, and application to enter



1		into a planning process for the preparation and
2		implementation of the habitat conservation plan for
3		public review and comment;
4	(3)	A proposed incidental take license as part of a
5		habitat conservation plan or safe harbor agreement;
6		and
7	(4)	An application for the registration of land by
8		accretion pursuant to section 501-33 or 669-1(e) for
9		any land accreted along the ocean.
10	(d)	The office shall inform the public by the publication
11	of a peri	odic bulletin to be available to persons requesting
12	this info	rmation. The bulletin shall be available through the
13	office[and] public libraries[-], and in electronic format.
14	<u>(e)</u>	At the earliest practicable time, applicants and the
15	relevant	agencies shall:
16	(1)	Provide notice to the public and to state and county
17		agencies that an action is subject to review under to
18		this chapter; and
19	(2)	Encourage and facilitate public involvement throughout
20		the environmental review process, as provided for in
21		this chapter, chapter 341, and the relevant
22		administrative rules."

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1	SECT	ION 9. Section 343-5, Hawaii Revised Statutes, is
2	amended t	o read as follows:
3	"§34	3-5 [Applicability and] Agency and applicant
4	requireme	nts. [(a) Except as otherwise provided, an
5	environme	ntal assessment shall be required for actions that:
6	(1)	Propose the use of state or county lands or the use of
7		state or county funds, other than funds to be used for
8		feasibility or planning studies for possible future
9		programs or projects that the agency has not approved,
10		adopted, or funded, or funds to be used for the
11		acquisition of unimproved real property; provided that
12		the agency shall consider environmental factors and
13		available alternatives in its feasibility or planning
14		studies; provided further that an environmental
15		assessment for proposed uses under section 205-
16		2(d)(11) or 205-4.5(a)(13) shall only be required
17 ·		pursuant to section 205-5(b);
18	(2)	Propose any use within any land classified as a
19		conservation district by the state land use commission
20	i e	under chapter 205;
21	(3)	Propose any use within a shoreline area as defined in
22		section 205A-41;



1	(4)	Propose any use within any historic site as designated
2		in the National Register or Hawaii Register, as
3	*	provided for in the Historic Preservation Act of 1966,
4		Public Law 89-665, or chapter 6E;
5	(5)	Propose any use within the Waikiki area of Oahu, the
6		boundaries of which are delineated in the land use
7		ordinance as amended, establishing the "Waikiki
8		Special District";
9	-(6)-	Propose any amendments to existing county general
10		plans where the amendment would result in designations
11		other than agriculture, conservation, or preservation,
12		except actions proposing any new county general plan
13		or amendments to any existing county general plan
14		initiated by a county;
15	(7)	Propose any reclassification of any land classified as
16		a conservation district by the state land use
17		commission under chapter 205;
18	(8)	Propose the construction of new or the expansion or
19		modification of existing-helicopter-facilities within
20		the State, that by way of their activities, may
21		affect:

1		(A)	Any land classified as a conservation district by
2			the state land use commission under chapter 205;
3		(B)	A shoreline area as defined in section 205A-41;
, 4			Or
5		(C)	Any historic site as designated in the National
6			Register or Hawaii Register, as provided for in
7			the Historic Preservation Act of 1966, Public Law
8			89-665, or chapter 6E; or until the statewide
9	•		historic places inventory is completed, any
10			historic site that is found by a field
11			reconnaissance of the area affected by the
12			helicopter facility and is under consideration
13			for placement on the National Register or the
14			Hawaii Register of Historic Places; and
15	(9)	Prop	osc any:
16		(A)	Wastewater treatment unit, except an individual
17			wastewater system or a wastewater treatment unit
18	•		serving fewer than fifty single-family dwellings
19			or the equivalent;
20		(B)	Waste-to-energy-facility;
21		(C)	Landfill;
22		(D)	Oil refinery; or



1	(E) Power-generating facility.
2	(b)] (a) Whenever an agency proposes an action in
3	[subsection (a), other than feasibility or planning studies for
4	possible future programs or projects that the agency has not
5	approved, adopted, or funded, or other than the use of state or
6	county funds for the acquisition of unimproved real property
7	that is not a specific type of action declared exempt under
8	section 343-6, section 343-B, the agency shall prepare an
9	environmental assessment, or based upon its discretion, may
10	choose to prepare, for a program, a programmatic environmental
11	assessment, for [such] the action at the earliest practicable
12	time to determine whether an environmental impact statement
13	shall be required [-]; provided that if the agency determines,
14	through its judgment and experience, that an environmental
15	impact statement is likely to be required, the agency may choose
16	not to prepare an environmental assessment and instead shall
17	prepare an environmental impact statement, following adequate
18	notice to the public and all interested parties.
19	(1) For environmental assessments for which a finding of
20	no significant impact is anticipated:

1		(A)	A draft environmental assessment shall be made
2		e .	
2			available for public review and comment for a
3			period of thirty days;
4	<u> </u>	(B)	The office shall inform the public of the
5			availability of the draft environmental
6			assessment for public review and comment pursuant
7			to section 343-3;
8		(C)	The agency shall respond in writing to comments
9			received during the review and prepare a final
10			environmental assessment to determine whether an
11	*.		environmental impact statement shall be required;
12		(D)	A statement shall be required if the agency finds
13			that the proposed action may have a significant
14			effect on the environment; and
15		(E)	The agency shall file notice of [such] the
16			determination with the office. When a conflict
17			of interest may exist because the proposing
18			agency and the agency making the determination
19			are the same, the office may review the agency's
20			determination, consult the agency, and advise the
21			agency of potential conflicts, to comply with

this section. The office shall publish the final

1	determination for the public's information
2	pursuant to section 343-3.
3	The draft and final statements, if required, shall be
4	prepared by the agency and submitted to the office. The draft
5	statement shall be made available for public review and comment
6	through the office for a period of forty-five days. The office
7	shall inform the public of the availability of the draft
8	statement for public review and comment pursuant to section 343-
9	3. The agency shall respond in writing to comments received
10	during the review and prepare a final statement.
11	The office, when requested by the agency, may make a
12	recommendation as to the acceptability of the final statement.
13	(2) The final authority to accept a final statement shall
14	rest with:
15	(A) The governor, or the governor's authorized
16	representative, whenever an action proposes the
17	use of state lands or the use of state funds, or
18	whenever a state agency proposes an action within
19	the categories in subsection (a); or
20	(B) The mayor, or the mayor's authorized
21	representative, of the respective county whenever

```
1
                    an action proposes only the use of county lands
 2
                    or county funds.
 3
         Acceptance of a required final statement shall be a
 4
    condition precedent to implementation of the proposed action.
 5
    Upon acceptance or nonacceptance of the final statement, the
6
    governor or mayor, or the governor's or mayor's authorized
7
    representative, shall file notice of such determination with the
8
    office. The office, in turn, shall publish the determination of
9
    acceptance or nonacceptance pursuant to section 343-3.
10
         [<del>(c)</del>] (b) Whenever an applicant proposes an action
11
    specified by [subsection (a)] section 343-B that requires
12
    approval of an agency and that is not a specific type of action
13
    declared exempt under that section or section 343-6, the agency
14
    initially receiving and agreeing to process the request for
15
    approval shall prepare an environmental assessment, or based
16
    upon its discretion, may choose to prepare, for a program, a
    programmatic environmental assessment, of the proposed action at
17
18
    the earliest practicable time to determine whether an
19
    environmental impact statement shall be required; [provided
20
    that, for an action that proposes the establishment of a
21
    renewable energy facility, a draft environmental impact
22
    statement shall be prepared at the earliest practicable time.]
```



1	provided	that if the agency determines, through its judgment and
2	experienc	e, that an environmental impact statement is likely to
3	be requir	red, the agency may choose not to prepare an
4	environme	ntal assessment and instead shall prepare an
5	environme	ntal impact statement, following adequate notice to the
6	public an	d all interested parties. The final approving agency
7	for the r	equest for approval is not required to be the accepting
8	authority	
9	For	environmental assessments for which a finding of no
10	significa	nt impact is anticipated:
11	(1)	A draft environmental assessment shall be made
12		available for public review and comment for a period
13		of thirty days;
14	(2)	The office shall inform the public of the availability
15		of the draft environmental assessment for public
16		review and comment pursuant to section 343-3; and
17	(3)	The applicant shall respond in writing to comments
18		received during the review, and the agency shall
19		prepare a final environmental assessment to determine
20		whether an environmental impact statement shall be
21		required. A statement shall be required if the agency
22		finds that the proposed action may have a significant

1	effect on the environment. The agency shall file
2	notice of the agency's determination with the office,
3	which, in turn, shall publish the agency's
4	determination for the public's information pursuant to
5	section 343-3.
6	The draft and final statements, if required, shall be
7	prepared by the applicant, who shall file these statements with
8	the office.
9.	The draft statement shall be made available for public
10	review and comment through the office for a period of forty-five
11	days. The office shall inform the public of the availability of
12	the draft statement for public review and comment pursuant to
13	section 343-3.
14	The applicant shall respond in writing to comments received
15	during the review and prepare a final statement. The office,
16	when requested by the applicant or agency, may make a
17	recommendation as to the acceptability of the final statement.
18	The authority to accept a final statement shall rest with
19	the agency initially receiving and agreeing to process the
20	request for approval. The final decision-making body or
21	approving agency for the request for approval is not required to
22	be the accepting authority. The planning department for the



- 1 county in which the proposed action will occur shall be a
- 2 permissible accepting authority for the final statement.
- 3 Acceptance of a required final statement shall be a
- 4 condition precedent to approval of the request and commencement
- 5 of the proposed action. Upon acceptance or nonacceptance of the
- 6 final statement, the agency shall file notice of such
- 7 determination with the office. The office, in turn, shall
- 8 publish the determination of acceptance or nonacceptance of the
- 9 final statement pursuant to section 343-3.
- 10 The agency receiving the request, within thirty days of
- 11 receipt of the final statement, shall notify the applicant and
- 12 the office of the acceptance or nonacceptance of the final
- 13 statement. The final statement shall be deemed to be accepted
- 14 if the agency fails to accept or not accept the final statement
- 15 within thirty days after receipt of the final statement;
- 16 provided that the thirty-day period may be extended at the
- 17 request of the applicant for a period not to exceed fifteen
- 18 days.
- In any acceptance or nonacceptance, the agency shall
- 20 provide the applicant with the specific findings and reasons for
- 21 its determination. An applicant, within sixty days after
- 22 nonacceptance of a final statement by an agency, may appeal the



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- 1 nonacceptance to the environmental council, which, within thirty
- 2 days of receipt of the appeal, shall notify the applicant of the
- 3 council's determination. In any affirmation or reversal of an
- 4 appealed nonacceptance, the council shall provide the applicant
- 5 and agency with specific findings and reasons for its
- 6 determination. The agency shall abide by the council's
- 7 decision.
- 8 [\frac{(d)}{}] (c) Whenever an applicant requests approval for a
- 9 proposed action and there is a question as to which of two or
- 10 more state or county agencies with jurisdiction has the
- 11 responsibility of preparing the environmental assessment, the
- 12 office, after consultation with and assistance from the affected
- 13 state or county agencies, shall determine which agency shall
- 14 prepare the assessment.
- 15 [(e)] (d) In preparing an environmental [assessment]
- 16 review document, an agency or applicant may consider and, where
- 17 applicable and appropriate, incorporate by reference, in whole
- 18 or in part, previous [determinations of whether a statement is
- 19 required and previously accepted statements.] review documents.
- 20 The council, by rule, shall establish criteria and procedures
- 21 for the use of previous determinations and statements.



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1
          \left[\frac{f}{f}\right] (e) Whenever an action is subject to both the
 2
    National Environmental Policy Act of 1969 (Public Law 91-190)
 3
    and the requirements of this chapter, the office and agencies
 4
    shall cooperate with federal agencies to the fullest extent
 5
    possible to reduce duplication between federal and state
 6
    requirements. Such cooperation, to the fullest extent possible,
 7
    shall include joint environmental impact statements with
8
    concurrent public review and processing at both levels of
9
    government. Where federal law has environmental impact
10
    statement requirements in addition to but not in conflict with
11
    this chapter, the office and agencies shall cooperate in
12
    fulfilling these requirements so that one document shall comply
13
    with all applicable laws.
14
              Upon receipt of a timely written request and good
15
    cause shown, a lead agency, approving agency, or accepting
16
    authority may extend, one time only, a public review and comment
17
    period required under this section. The extension shall not
18
    exceed fifteen days. To be considered a timely request, the
19
    request for an extension shall be made before the end of the
20
    public review and comment period. An extension of a public
21
    review and comment period shall be communicated by the lead
22
    agency in a timely manner to all interested parties.
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1
             A statement that is accepted with respect to a
 2
    particular action shall satisfy the requirements of this
 3
    chapter, and no other statement for the proposed action, other
 4
    than a supplement to that statement, shall be required."
 5
         SECTION 10. Section 343-6, Hawaii Revised Statutes, is
 6
    amended by amending subsection (a) to read as follows:
 7
         "(a) After consultation with the affected agencies, the
8
    council shall adopt, amend, or repeal necessary rules for the
9
    purposes of this chapter [in accordance with chapter 91
10
    including, but not limited to, rules that shall: ]. Any such
11
    rules may be issued as interim rules by adoption and filing with
12
    the lieutenant governor and by posting the interim rules on the
13
    lieutenant governor's website. Interim rules adopted pursuant
14
    to this section shall be exempt from the public notice, public
15
    hearing, and gubernatorial approval requirements of chapter 91
16
    and the requirements of chapter 201M and shall take effect upon
17
    filing with the lieutenant governor. All interim rules adopted
18
    pursuant to this section shall be effective only through June
19
    30, 2014. For any new or expanded programs, services, or
20
    benefits that have been implemented under interim rules to
    continue in effect beyond June 30, 2014, the environmental
21
22
    council shall adopt rules in conformance with all the
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1	requireme	ents of chapter 91 and chapter 201M. Rules adopted				
2	pursuant	to this section shall include but not be limited to				
3	rules that shall:					
4	(1)	Prescribe the procedures whereby a group of proposed				
5		actions may be treated by a single environmental				
6		assessment or statement;				
7	(2)	Establish procedures whereby specific types of				
8		actions, because they will probably have minimal or no				
9		significant effects on the environment, are declared				
10		exempt from the preparation of an environmental				
1		assessment; provided that the procedures shall ensure				
12		that the declaration is simultaneously transmitted				
13		electronically to the office and is readily available				
14		as a public record in a searchable electronic				
15		database;				
16	(3)	Prescribe procedures for the preparation of an				
17		environmental assessment;				
18	(4)	Prescribe the contents of, and page limits for, an				
19	<u> </u>	environmental assessment;				
20	(5)	Prescribe procedures for informing the public of				
21		determinations that a statement is either required or				
22		not required, for informing the public of the				

1		availability of draft environmental impact statements		
2		for review and comments, and for informing the public		
3		of the acceptance or nonacceptance of the final		
4	J	environmental statement;		
5	(6)	Prescribe the contents of, and page limits for, an		
6	•	environmental impact statement;		
7	(7)	Prescribe procedures for the submission, distribution		
8		review, acceptance or nonacceptance, and withdrawal of		
9		an environmental impact statement;		
10	(8)	Establish criteria to determine whether an		
11		environmental impact statement is acceptable or not;		
12		[and]		
13	(9)	Prescribe procedures to appeal the nonacceptance of an		
14		environmental impact statement to the environmental		
15		council[-];		
16	(10)	Prescribe procedures, including use of electronic		
17		technology for the comment and response process,		
18		including procedures for issuing one comprehensive		
19		response to multiple or repetitious comments that are		
20		substantially similar in content;		
21	(11)	Prescribe procedures for implementing the requirement		
22		for records of decision, monitoring, and mitigation;		

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1	(12)	Develop guidance for the application and		
2		nterpretation of the significance criteria under		
3 .		chapter 343-A;		
4	(13)	Prescribe procedures and guidance for the preparation		
5		of programmatic environmental assessments or impact		
6		statements and the tiering of project-specific		
7)	environmental assessments or impact statements;		
8	(14)	Prescribe:		
9		A) Procedures for the applicability, preparation,		
10		acceptance, and publication of supplemental		
11		environmental assessments and supplemental		
12		environmental impact statements when there are		
13		substantial changes in the proposed action or		
14		significant new circumstances or information		
15		relevant to environment effects and bearing on		
16		the proposed action and its impacts;		
17		B) Procedures for limiting the duration of the		
18		validity of environmental assessments and		
19		environmental impact statements, or if an		
20		environmental assessment led to the preparation		
21		of an environmental impact statement, then of the		
22	es.	later-prepared statement, to not more than seven		

1			years from the date of acceptance of the document
2			until all state and county discretionary
3			approvals are fully completed for the action; and
4		<u>(C)</u>	Procedures for an agency or applicant to seek a
5			timely determination from the council that a
6			prior environmental assessment or environmental
7			impact statement contains sufficiently current
8			information such that a supplemental document is
9			not warranted despite the passage of the
10			prescribed time period; and
11	(15)	To p	rovide guidance to agencies and applicants about
12		the	applicability of the environmental review system,
13		<u>esta</u>	blish procedures whereby each state and county
14		agen	cy shall maintain lists of:
15		<u>(A)</u>	Specific types of discretionary approvals that
16			may have probable, significant, and adverse
17			environmental effects;
18		<u>(B)</u>	Ministerial actions that do not require
19			environmental review; and
20		<u>(C)</u>	Those actions that require a case-by-case
21			determination of applicability.

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Except for the adoption of interim rules pursuant to
 1
 2
    subsection (a), at least one public hearing shall be held in
 3
    each county prior to the final adoption, amendment, or repeal of
 4
    any rule."
 5
         SECTION 11. Section 343-7, Hawaii Revised Statutes, is
 6
    amended to read as follows:
 7
         "$343-7 Limitation of actions. (a) Any judicial
8
    proceeding, the subject of which is the lack of an environmental
9
    assessment required under section 343-B or 343-5, or the lack of
10
    a supplemental environmental assessment or supplemental impact
11
    statement, shall be initiated within one hundred twenty days of
12
    the agency's decision to carry out or approve the action, or, if
13
    a proposed action is undertaken without a formal determination
14
    by the agency that [a] an assessment, supplement, or statement
    is or is not required, a judicial proceeding shall be instituted
15
16
    within one hundred twenty days after the proposed action is
17
    started. The council or office, any agency responsible for
18
    approval of the action, or the applicant shall be adjudged an
19
    aggrieved party for the purposes of bringing judicial action
20
    under this subsection. Others, by court action, may be adjudged
21
    aggrieved.
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- 1 Any judicial proceeding, the subject of which is the determination that a statement is required for a proposed 2 3 action, shall be initiated within sixty days after the public 4 has been informed of [such] the determination pursuant to 5 section 343-3. Any judicial proceeding, the subject of which is 6 the determination that a statement is not required for a 7 proposed action, shall be initiated within thirty days after the 8 public has been informed of [such] the determination pursuant to 9 section 343-3. The council or the applicant shall be adjudged 10 an aggrieved party for the purposes of bringing judicial action 11 under this subsection. Others, by court action, may be adjudged 12 aggrieved. Affected agencies and persons that provided written comment to the assessment during the designated review period 13 14 shall be judged aggrieved parties for the purpose of bringing 15 judicial action under this subsection; provided that the 16 contestable issues shall be limited to issues identified and 17 discussed in the written comment. 18 (c) Any judicial proceeding, the subject of which is the
- acceptance of an environmental impact statement required under
 section 343-B or 343-5, shall be initiated within sixty days
 after the public has been informed pursuant to section 343-3 of
 the acceptance of [such] the statement. The council shall be
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2 action under this subsection. Affected agencies and persons 3 [who] that provided written comment to [such] the statement 4 during the designated review period shall be adjudged aggrieved 5 parties for the purpose of bringing judicial action under this 6 subsection; provided that the contestable issues shall be 7 limited to issues identified and discussed in the written 8 comment." 9 SECTION 12. Section 353-16.35, Hawaii Revised Statutes, is **10** amended by amending subsection (a) to read as follows: 11 Notwithstanding any other law to the contrary, the 12 governor, with the assistance of the director, may negotiate 13 with any person for the development or expansion of private in-14 state correctional facilities or public in-state turnkey 15 correctional facilities to reduce prison overcrowding; provided 16 that if an environmental assessment or environmental impact **17** statement is required for a proposed site or for the expansion

of an existing correctional facility under section 343-B or 343-

5, then notwithstanding the time periods specified for public

review and comments under section 343-5, the governor shall

accept public comments for a period of sixty days following

adjudged an aggrieved party for the purpose of bringing judicial

1 public notification of either an environmental assessment or an 2 environmental impact statement." 3 PART III. 4 SECTION 13. This Act does not affect rights and duties 5 that matured, penalties that were incurred, and proceedings that 6 were begun before its effective date, and does not affect the 7 rights and duties related to any environmental assessment or 8 environmental impact statement for which a draft has been 9 prepared and public notice thereof published by the office of 10 environmental quality control before the effective date of this 11 Act. 12 SECTION 14. In codifying the new sections added by section 13 1 and section 5 of this Act, the revisor of statutes shall 14 substitute appropriate section numbers for the letters used in 15 designating the new sections in this Act. 16 SECTION 15. Statutory material to be repealed is bracketed 17 and stricken. New statutory material is underscored. 18 SECTION 16. This Act shall take effect on July 1, 2012. 19 INTRODUCED BY:

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By Request

Report Title:

Environmental Protection

Description:

Transfers the office of environmental quality control and the environmental council from the department of health to the department of land and natural resources. Reduces the membership of the environmental council from 15 to 7. the director of the office of environmental quality control to seek advice from and assist the council on environmental quality matters and to perform environmental outreach and education. Requires the office of environmental quality control to maintain an electronic communication system. Gives rulemaking authority to the environmental council. Requires the director of the office of environmental quality control to prepare an annual report assessing system effectiveness. Requires the environmental council to serve in advisory capacity to the governor. Creates the environmental review special fund. Directs the director of the office of environmental quality control to establish reasonable administrative fees for the environmental review process.

Requires an environmental review for actions that require a discretionary approval. Excludes actions solely for utility or right-of-way connections from environmental assessment requirement. Prescribes what types of activities have a significant effect on the environment. Requires agencies to prepare a record of decision and monitor mitigation measures. Allows agencies to extend notice and comment periods. the environmental council to adopt rules for: (1) Determining significant effects; (2) Responding to repetitious comments; (3) Preparing programmatic and tiered reviews; (4) Prescribing conditions under which supplemental assessments and statements must be prepared; and (5) Establishing procedures for state and county agencies to maintain guidance lists of approvals that are (a) Discretionary and require review; (b) Ministerial and do not require review; and (c) Those actions to be determined on a case-by-case basis.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.