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.

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1 **§341-2 Definitions.** As used in this chapter, unless the 2 context otherwise requires: 3 "Center" means the University of Hawaii environmental 4 center established in section [+]304A-1551[+]. 5 "Council" means the environmental council established in 6 section 341-3(c). 7 "Director" means the director of the office of 8 environmental quality control. 9 "Office" means the office of environmental quality control 10 established in section 341-3(a). 11 "University" means the University of Hawaii. 12 §341-3 Office of environmental quality control; 13 environmental center; environmental council. (a) There is 14 created an office of environmental quality control that shall be 15 headed by a single executive to be known as the director of the office of environmental quality control who shall be appointed 16 17 by the governor as provided in section 26-34. This office shall 18 implement this chapter and shall be placed within the department 19 of health for administrative purposes. The office shall perform 20 [its] the duties prescribed to it under chapter 343 [and shall 21 serve the governor in an advisory capacity on all matters 22 relating to environmental quality control]. SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*

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1	(b) The environmental center within the University of		
2	Hawaii shall be as established under section $[+]304A-1551[+]$.		
3	(c) There is created an environmental council not to		
4	exceed [fifteen] nine members. [Except for the director,		
5	members] The council shall include at least one member from each		
6	county and no more than five at-large members. The director		
7	shall not serve as a member of the council. Members of the		
8	environmental council shall be appointed by the governor as		
9	provided in section 26-34[\cdot]; provided that three members shall		
10	be appointed from a list of persons nominated by the speaker of		
11	the house of representatives and three members shall be		
12	appointed from a list of persons nominated by the senate		
13	president. The council shall be attached to the [department of		
14	health] office for administrative purposes. [Except for the		
15	director, the] The term of each member shall be four years;		
16	provided that, of the members initially appointed, [five] three		
17	members shall serve for four years, [five] three members shall		
18	serve for three years, and the remaining [four] <u>three</u> members		
19	shall serve for two years. Vacancies shall be filled for the		
20	remainder of any unexpired term in the same manner as original		
21	appointments. [The director shall be an ex officio voting		
22	<pre>member of the council.] The council chairperson shall be elected SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*</pre>		

1 by the council from among the [appointed] members of the 2 council.

3 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), the21 director shall:

1	(1)	[Direct] <u>Through the council, direct</u> 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
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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 council on any matters
10		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		<u>343; and</u>
15	(10)	With the cooperation of the council, private industry,
16		governmental agencies, non-governmental organizations,
17		state residents, and other interested persons in
18		fulfilling the requirements of this subsection,
19		conduct annual statewide workshops and publish an
20		annual state environmental review guidebook or
21		supplement to assist persons in complying with this
22		chapter, chapter 343, and rules adopted thereunder;
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1	prov	ided that workshops, guidebooks, and supplements
2	shal	l include:
3	<u>(A)</u>	Assistance for the preparation, processing, and
4		review of environmental review documents;
5	<u>(B)</u>	A review of relevant court decisions affecting
6		this chapter, chapter 343, and rules adopted
7		thereunder;
8	(C)	A review of amendments to this chapter, chapter
9		343, other relevant laws, and rules adopted
10		thereunder; and
11	<u>(D)</u>	Any other information that may facilitate the
12		efficient implementation of this chapter, chapter
13		343, and 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 gov	ernmental agency and public participation in the
17	review process	, the office shall create and maintain an
18	<u>electronic com</u>	munication system, such as a website, to ensure
19	best practices	of environmental review, as determined by the
20	director.	
21	<u>§341-A</u> A	nnual report. No later than January 31 of each
22	year, at the d SB2818 SD1.DOC *SB2818 SD1.DO	irection of the council, the director shall ⁷

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1	prepare a	report that analyzes the effectiveness of the State's			
2	environmental review system during the prior year. The report				
3	shall inc	lude an assessment of a sample of environmental			
4	assessmen	ts and environmental impact statements for completed			
5	projects.	<u>.</u>			
6	<u>At t</u>	he request of the director or the council, state and			
7	county ag	encies shall provide information to assist in the			
8	preparation of the annual report.				
9	§341	-6 [Functions] Duties of the environmental council.			
10	<u>(a)</u> The	council shall [serve] <u>:</u>			
11	(1)	Serve the governor in an advisory capacity on all			
12		matters relating to environmental quality;			
13	(2)	Serve as a liaison between the [director] governor and			
14		the general public by soliciting information,			
15		opinions, complaints, recommendations, and advice			
16		concerning [ecology and] environmental quality through			
17		public hearings or any other means and by publicizing			
18		[such] <u>these</u> matters as requested by the [director			
19		pursuant to section 341-4(b)(3).] governor; and			
20	(3)	Meet at the call of the council chairperson or by a			
21		quorum of council members.			

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1	(b) The council may make recommendations concerning
2	[ecology and] environmental quality to the [director and shall
3	meet at the call of the council chairperson or the director upon
4	notifying the council chairperson.] governor.
5	(c) The council shall monitor the progress of state,
6	county, and federal agencies in achieving the State's
7	environmental goals and policies [and]. No later than
8	January 31 of each year, the council, with the assistance of the
9	director $_{\underline{\textit{\prime}}}$ shall make an annual report with recommendations for
10	improvement to the governor, the legislature, and the public [$rac{no}{}$
11	later than January 31 of each year. All]. At the request of
12	the council, state and county agencies shall [cooperate with the
13	council and] provide information to assist in the preparation of
14	[such a] the report [by responding to requests for information
15	made by the council]. The council may combine its annual report
16	with the annual report prepared by the director pursuant to
17	section 341-A.
18	(d) The council may delegate to any person [such] <u>the</u>
19	power or authority vested in the council as it deems reasonable
20	and proper for the effective administration of this section and
21	chapter 343, except the power to make, amend, or repeal rules.

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1	<u>(e)</u>	The council shall adopt rules, pursuant to chapter 91,
2	necessary	for the purposes of implementing this chapter and
3	<u>chapter 3</u>	43.
4	<u>§341</u>	-B Environmental review special fund; use of funds.
5	(a) Ther	e is established in the state treasury the
6	environme	ntal review special fund, into which shall be
7	deposited	<u>:</u>
8	(1)	All filing fees and other administrative fees
9		collected by the office;
10	(2)	All accrued interest from the special fund; and
11	(3)	Moneys appropriated to the special fund by the
12		legislature.
13	(b)	Moneys in the environmental review special fund shall
14	<u>be supple</u>	mental to, and not a replacement for, the office budget
15	base and	be used to:
16	(1)	Fund the activities of the office and the council in
17		fulfillment of their duties pursuant to this chapter
18		and chapter 343, including administrative and office
19		expenses; and
20	(2)	Support outreach, training, education, and research
21		programs pursuant to section 341-4.

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1	<u>§341</u>	-C Fees. With the concurrence of the council, the
2	director	shall adopt rules, pursuant to chapter 91, that
3	establish	reasonable fees for filing, publication, and other
4	administr	ative services of the office or council pursuant to
5	this chap	ter and chapter 343."
6		PART II
7	SECT	ION 2. Chapter 343, Hawaii Revised Statutes, is
8	amended b	y adding two new sections to be appropriately
9	designate	d and to read as follows:
10	" <u>§</u> 34	3-A Significance criteria. (a) In determining
11	whether a	proposed action may have a significant adverse
12	environme	ntal effect, an agency shall consider:
13	(1)	Every phase of the proposed action;
14	(2)	Any expected primary and secondary effects of the
15		proposed action; and
16	(3)	The overall and cumulative effects of the proposed
17		action, including short-term and long-term effects.
18	(b)	A proposed action shall be determined to have a
19	significa	nt effect on the environment if it:
20	(1)	Involves an irrevocable commitment to loss or
21		destruction of any natural or cultural resource;

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1	(2)	Curtails the range of beneficial uses of the
2		environment;
3	(3)	Conflicts with the State's long-term environmental
4		policies, guidelines, or goals, as expressed in
5		chapter 344, and any revisions or amendments thereto,
6		court decisions, or executive orders;
7	(4)	Substantially adversely affects the economic welfare,
8		social welfare, or cultural practices of the community
9		or state;
10	(5)	Substantially adversely affects public health;
11	(6)	Involves substantial adverse secondary impacts, such
12		as population changes or effects on public facilities;
13	(7)	Involves a substantial degradation of environmental
14		quality;
15	(8)	Is individually limited but cumulatively has
16		considerable adverse effect upon the environment or
17		involves a commitment to related or future actions;
18	(9)	Substantially adversely affects a rare, threatened, or
19		endangered species or its habitat;
20	(10)	Detrimentally affects air or water quality or ambient
21		noise levels;

1	(11)	Affects or is likely to cause present or future damage
2		by being located in an environmentally sensitive area,
3		such as a flood plain, tsunami zone, beach, erosion-
4		prone area, geologically hazardous land, estuary,
5		fresh water, or coastal waters;
6	(12)	Substantially adversely affects scenic vistas and
7		viewplanes identified in county or state plans or
8		studies;
9	(13)	Requires substantial energy consumption or emits
10		substantial quantities of greenhouse gases; or
11	(14)	Increases the scope or intensity of hazards to the
12		public, such as increased coastal inundation,
13		flooding, or erosion that may occur as a result of
14		climate change anticipated during the lifetime of the
15		project.
16	<u>(c)</u>	The director of the office shall provide guidance to
17	agencies	on the application of this section.
18	<u>§343</u>	-B Record of decision; mitigation disclosure. (a) At
19	the time	of the acceptance or nonacceptance of a final
20	statement	, the accepting authority or agency shall prepare a
21	<u>public re</u>	cord of decision that:
22	<u>(1)</u>	States its decision;
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21	public re <u>(1)</u> SB2818 SD	<u>cord of decision that:</u> <u>States its decision;</u> 1.DOC D1.DOC*

1	(2)	Identifies all alternatives considered by the
2		accepting authority or agency in reaching its
3		decision, including:
4		(A) Alternatives that were considered to be
5		environmentally preferable; and
6		(B) Preferences among those alternatives based upon
7		relevant factors, including economic and
8		technical considerations and agency statutory
9		mission; and
10	(3)	States whether all practicable means to avoid or
11		minimize environmental harm from the alternative
12		selected have been adopted and, if not, why they were
13		not adopted.
14	(b)	After completion of the record of decision, as
15	required	by subsection (a), the approving agency shall ensure
16	that the	applicant or agency submits to the office a written
17	report of	no more than twenty pages in length, which shall be
18	published	in the bulletin, after five years of the record of
19	decision	and again after ten years, which shall provide:
20	(1)	A list of any permits or approvals described in the
21		environmental assessment or statement and the current
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1	(2)	A summary of the actual mitigation measures imposed by
2		the permits or approvals; and
3	(3)	A summary of the results of any monitoring of the
4		mitigation measures imposed by the agency or agencies
5		involved in providing the permits or approvals."
6	SECT	ION 3. Section 183-44, Hawaii Revised Statutes, is
7	amended b	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

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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.] <u>chapter 343.</u> "		
8	SECTION 4. Section 343-2, Hawaii Revised Statutes, is		
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.		
18	"Action" means any program or project to be initiated by		
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,		
22	subsidies, or loans from one or more agencies; or SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*		

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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.		
5	"Agency" means any department, office, board, or commission		
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] <u>approval</u>		
12	required from an agency prior to actual implementation of an		
13	action.		
14	"Bulletin" means the publication required under section		
15	<u>343-3(d).</u>		
16	"Council" means the environmental council.		
17	"Cumulative effect" means the impact on the environment		
18	that results from the incremental impact of the action when		
19	added to other past, present, and reasonably foreseeable future		
20	actions regardless of what agency, whether county, state, or		
21	federal, or person undertakes those actions; the cumulative		

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1	<u>effect ca</u>	n result from individually minor but collectively
2	<u>significa</u>	nt actions taking place over a period of time.
3	"Dis	cretionary [consent] <u>approval</u> " means [a] <u>an approval,</u>
4	consent,	sanction, or recommendation from an agency for which
5	judgment	and free will may be exercised by the issuing agency,
6	as distin	guished from a ministerial [consent.] <u>approval.</u>
7	"Environmental assessment" means a written evaluation to	
8	determine	whether an action may have a significant effect.
9	"Env	ironmental impact statement" or "statement" means an
10	informati	onal document prepared in compliance with the rules
11	adopted under section 343-6 and [which] <u>that</u> discloses the	
12	[environmental]:	
13	(1)	Environmental effects of a proposed action[, effects];
14	(2)	Effects of a proposed action on the economic welfare,
15		social welfare, and cultural practices of the
16		community and State[, effects] <u>;</u>
17	(3)	Effects of the economic activities arising out of the
18		proposed action[, measures] <u>;</u>
19	(4)	Measures proposed to minimize adverse any effects[$ au$];
20		and [alternatives]
21	(5)	Alternatives to the proposed action and their
22		[environmental] effects.
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1	The initial statement filed for public review shall be		
2	referred to as the draft statement and shall be distinguished		
3	from the final statement, which is the document that has		
4	incorporated the public's comments and the responses to those		
5	comments. The final statement is the document that shall be		
6	evaluated for acceptability by the respective accepting		
7	authority.		
8	"Environmental review" refers broadly to the entire process		
9	prescribed by chapter 341 and this chapter, applicable to		
10	applicants, agencies, and the public, of scoping, reviewing,		
11	publishing, commenting on, finalizing, accepting, and appealing		
12	required documents such as environmental assessments and		
13	environmental impact statements; any variations of these		
14	documents such as preparation notices, findings of no		
15	significant impact, programmatic reviews, and supplemental		
16	documents; any exemptions thereto; and any decisions not to		
17	prepare these documents.		
18	"Finding of no significant impact" means a determination		
19	based on an environmental assessment that the subject action		
20	will not have a significant effect and, therefore, will not		
21	require the preparation of an environmental impact statement.		

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1	["Helicopter facility" means any area of land or water
2	which is used, or intended for use for the landing or takeoff of
3	helicopters; and any appurtenant areas which are used, or
4	intended for use for helicopter related activities or rights-of-
5	way.]
6	"Ministerial approval" means a governmental decision
7	involving only the use of fixed standards or objective
8	measurements.
9	"Office" means the office of environmental quality control.
10	"Permit" means a determination, order, or other
11	documentation of approval, including the issuance of a lease,
12	license, certificate, variance, approval, or other entitlement
13	for use or permission to act, granted to any person by an agency
14	for an action.
15	"Person" includes any individual, partnership, firm,
16	association, trust, estate, private corporation, or other legal
17	entity other than an agency.
18	"Primary effect" or "direct effect" means effects that are
19	caused by the action and occur at the same time and place.
20	["Power-generating facility" means:

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1	(1) A new, fossil-fueled, electricity-generating facility,		
2	where the electrical output rating of the new		
3	equipment exceeds 5.0 megawatts; or		
4	(2) An expansion in generating capacity of an existing,		
5	fossil-fueled, electricity-generating facility, where		
6	the incremental electrical output rating of the new		
7	equipment exceeds 5.0 megawatts.]		
8	"Program" means a systemic, connected, or concerted		
9	applicant or discretionary agency action to implement a specific		
10	policy, plan, or master plan.		
11	"Programmatic" means a comprehensive environmental review		
12	of a program, policy, plan, or master plan.		
13	"Project" means an activity that may cause either a direct		
14	or indirect physical effect on the environment, such as		
15	construction or management activities located in a defined		
16	geographic area.		
17	["Renewable energy facility" has the same meaning as		
18	defined in section 201N-1.]		
19	"Secondary effects" or "indirect effect" means effects that		
20	are caused by an action and are later in time or farther removed		
21	in distance, but are still reasonably foreseeable. Indirect		
22	effects may include growth inducing effects and other effects SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*		

1	related to induced changes in the pattern of land use,		
2	population density, or growth rate, and related effects on air,		
3	water, and other natural systems including ecosystems.		
4	"Significant adverse environmental effect" means a		
5	significant effect that is harmful, undesirable, or in direct		
6	conflict with the environmental values expressed in section		
7	343-A or chapter 344.		
8	"Significant effect" means the sum of effects on the		
9	quality of the environment[, including actions that irrevocably		
10	commit a natural resource, curtail the range of beneficial uses		
11	of the environment, are contrary to the State's environmental		
12	policies or long-term environmental goals as established by law,		
13	or adversely affect the economic welfare, social welfare, or		
14	cultural practices of the community and State.], as set forth in		
15	section 343-A.		
16	"Tiering" means the incorporation by reference in a		
17	project-specific environmental assessment or environmental		
18	impact statement to a previously conducted programmatic		
19	environmental assessment or environmental impact statement for		
20	the purposes of showing the connections between the project-		
21	specific document and the earlier programmatic review, avoiding		
22	<pre>unnecessary duplication, and concentrating the analysis on the SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*</pre>		

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1	project-specific issues that were not previously reviewed in
2	detail at the programmatic level.
3	["Wastewater treatment unit" means any plant or facility
4	used in the treatment of wastewater.]"
5	SECTION 5. Section 343-3, Hawaii Revised Statutes is
6	amended to read as follows:
7	"§343-3 Public participation, records, and notice. (a)
8	All statements, environmental assessments, and other documents
9	prepared under this chapter shall be made available for
10	inspection by the public [during established office hours.] \underline{at}
11	minimum through the electronic communication system maintained
12	by the office and, if specifically requested due to lack of
13	electronic access, also through printed copies available through
14	the office.
15	(b) The office shall inform the public of notices filed by
16	agencies of the availability of environmental assessments for
17	review and comments, of determinations that statements are
18	required or not required, of the availability of statements for
19	review and comments, and of the acceptance or nonacceptance of
20	statements.
21	(c) The office shall inform the public of:

1	(1)	A public comment process or public hearing if a <u>state</u>
2		or federal agency provides for the public comment
3		process or public hearing to process a habitat
4		conservation plan, safe harbor agreement, or
5		incidental take license pursuant to <u>chapter 195D or</u>
6		the federal Endangered Species Act;
7	(2)	A proposed habitat conservation plan or proposed safe
8		harbor agreement, and availability for inspection of
9		the proposed agreement, plan, and application to enter
10		into a planning process for the preparation and
11		implementation of the habitat conservation plan for
12		public review and comment;
13	(3)	A proposed incidental take license as part of a
14		habitat conservation plan or safe harbor agreement;
15		and
16	(4)	An application for the registration of land by
17		accretion pursuant to section 501-33 or 669-1(e) for
18		any land accreted along the ocean.
19	(d)	The office shall inform the public by the publication
20	of a peri	odic bulletin to be available to persons requesting
21	this info	rmation. The bulletin shall be available through the
22	office <u>,</u> [and] public libraries[,] <u>, and in electronic format.</u> SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*	

1	(e)	At the earliest practicable time, applicants and the
2	relevant	agencies shall:
3	(1)	Provide notice to the public and to state and county
4		agencies that an action is subject to review under
5		this chapter; and
6	(2)	Encourage and facilitate public involvement throughout
7		the environmental review process, as provided for in
8		this chapter, chapter 341, and the relevant rules."
9	SECT	ION 6. Section 343-5, Hawaii Revised Statutes, is
10	amended t	o read as follows:
11	"§343-5 [Applicability and] Agency and applicant	
12	requireme	nts. [(a) Except as otherwise provided, an
13	environme	ntal assessment shall be required for actions that:
14	(1)	Propose the use of state or county lands or the use of
15		state or county funds, other than funds to be used for
16		feasibility or planning studies for possible future
17		programs or projects that the agency has not approved,
18		adopted, or funded, or funds to be used for the
19		acquisition of unimproved real property; provided that
20		the agency shall consider environmental factors and
21		available alternatives in its feasibility or planning
22		studies; provided further that an environmental
	SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1 DOC*	

^{*}SB2818 SD1.DOC*

1		assessment for proposed uses under section
2		205-2(d)(11) or 205-4.5(a)(13) shall only be required
3		pursuant to section 205-5(b);
4	(2)	Propose any use within any land classified as a
5		conservation district by the state land use commission
6		under chapter 205;
7	(3)	Propose any use within a shoreline area as defined in
8		section 205A-41;
9	(4)	Propose any use within any historic site as designated
10		in the National Register or Hawaii Register, as
11		provided for in the Historic Preservation Act of 1966,
12		Public Law 89-665, or chapter 6E;
13	(5)	Propose any use within the Waikiki area of Oahu, the
14		boundaries of which are delineated in the land use
15		ordinance as amended, establishing the "Waikiki
16		Special District";
17	(6)	Propose any amendments to existing county general
18		plans where the amendment would result in designations
19		other than agriculture, conservation, or preservation,
20		except actions proposing any new county general plan
21		or amendments to any existing county general plan
22		initiated by a county;
	SB2818 SD	1.DOC 2

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1	(7)	Prop	ose any reclassification of any land classified as
2		a co	nservation district by the state land use
3		comm	ission under chapter 205;
4	.(8) -	Prop	ose the construction of new or the expansion or
5		modi	fication of existing helicopter facilities within
6		the-	State, that by way of their activities, may
7		affe	ct:
8		-(A) -	Any land classified as a conservation district by
9			the state land use commission under chapter 205;
10		(B)	A shoreline area as defined in section 205A-41;
11			or
12		(C)	Any historic site as designated in the National
13			Register or Hawaii Register, as provided for in
14			the Historic Preservation Act of 1966, Public Law
15			89-665, or chapter 6E; or until the statewide
16			historic places inventory is completed, any
17			historic site that is found by a field
18			reconnaissance of the area affected by the
19			helicopter facility and is under consideration
20			for placement on the National Register or the
21			Hawaii Register of Historic Places; and
22	(9) SB2818 SD	-	ose any:

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1		(A)-	Wastewater treatment unit, except an individual
2			wastewater system or a wastewater treatment unit
3			serving fewer than fifty single-family dwellings
4			or the equivalent;
5		(B)	Waste-to-energy facility;
6		(C)	Landfill;
7		(D)	Oil refinery; or
8		(E)	Power-generating facility.]
9	<u>(a)</u>	Exce	ot as otherwise provided, an environmental
10	assessmen	t sha	ll be required for actions that involve:
11	(1)	<u>A ma</u>	jor use of state or county lands or funds; or
12	(2)	The	issuance to a person of a major discretionary
13		appro	oval, such as a zoning approval or a permit by one
14		or m	ore agencies.
15	(b)	When	ever an agency proposes an action [in subsection
16	(a), oth	er th	an feasibility or planning studies for possible
17	future pr	ogram	s or projects that the agency has not approved,
18	adopted,	or fu	nded, or other than the use of state or county
19	funds for	the a	acquisition of unimproved real property that is
20	not a spe	cific	type of action declared exempt under section
21	343-6,] <u>a</u>	s des	cribed in subsection (a), the agency shall prepare
22	an enviro SB2818 SD *SB2818 S *SB2818 S	1.DOC D1.DOC	

1	choose to prepare	e, for a program, a programmatic environmental
2	assessment, for	[such] <u>the</u> action at the earliest practicable
3	time to determine	e whether an environmental impact statement
4	shall be required	d[-]; provided that if the agency determines,
5	through its judg	ment and experience, that an environmental
6	impact statement	is likely to be required, the agency may choose
7	not to prepare a	n environmental assessment and instead shall
8	prepare an envir	onmental impact statement, following adequate
9	notice to the pul	blic and all interested parties.
10	(1) For en	vironmental assessments for which a finding of
11	no sig	nificant impact is anticipated:
12	(A) A	draft environmental assessment shall be made
13	a	vailable for public review and comment for a
14	p	eriod of thirty days;
15	(B) T]	he office shall inform the public of the
16	a	vailability of the draft environmental
17	a	ssessment for public review and comment pursuant
18	t	o section 343-3;
19	(C) T	he agency shall respond in writing to comments
20	r	eceived during the review and prepare a final
21	e	nvironmental assessment to determine whether an
22		nvironmental impact statement shall be required;
	SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*	29

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1 A statement shall be required if the agency finds (D) 2 that the proposed action may have a significant 3 effect on the environment; and 4 The agency shall file notice of [such] the (E) 5 determination with the office. When a conflict 6 of interest may exist because the proposing 7 agency and the agency making the determination 8 are the same, the office may review the agency's 9 determination, consult the agency, and advise the 10 agency of potential conflicts, to comply with 11 this section. The office shall publish the final 12 determination for the public's information 13 pursuant to section 343-3. 14 The draft and final statements, if required, shall be 15 prepared by the agency and submitted to the office. The draft statement shall be made available for public review and comment 16 17 through the office for a period of forty-five days. The office 18 shall inform the public of the availability of the draft 19 statement for public review and comment pursuant to section 20 343-3. The agency shall respond in writing to comments received 21 during the review and prepare a final statement.

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1	The office	e, when requested by the agency, may make a
2	recommendation	as to the acceptability of the final statement.
3	(2) The :	final authority to accept a final statement shall
4	rest	with:
5	(A)	The governor, or the governor's authorized
6		representative, whenever an action proposes the
7		use of state lands or the use of state funds, or
8		whenever a state agency proposes an action
9		[within the categories in subsection (a);] as
10		described in subsection (a); or
11	(B)	The mayor, or the mayor's authorized
12		representative, of the respective county whenever
13		an action proposes only the use of county lands
14		or county funds $[\cdot]$, or when a county proposes an
15		action as described in subsection (a).
16	Acceptance	e of a required final statement shall be a
17	condition prec	edent to implementation of the proposed action.
18	Upon acceptance	e or nonacceptance of the final statement, the
19	governor or mag	yor, or the governor's or mayor's authorized
20	representative	, shall file notice of [such] <u>the</u> determination
21	with the office	e. The office, in turn, shall publish the

determination of acceptance or nonacceptance pursuant to section
 343-3.

3 Whenever an applicant proposes an action specified by (C) 4 subsection (a) that requires approval of an agency and that is 5 not a specific type of action declared exempt under section 6 343-6, the agency initially receiving and agreeing to process 7 the request for approval shall prepare an environmental 8 assessment, or based upon its discretion, may choose to prepare, 9 for a program, a programmatic environmental assessment, of the 10 proposed action at the earliest practicable time to determine 11 whether an environmental impact statement shall be required; 12 [provided that, for an action that proposes the establishment of 13 a renewable energy facility, a draft environmental impact 14 statement shall be prepared at the earliest practicable time.] 15 provided that if the agency determines, through its judgment and 16 experience, that an environmental impact statement is likely to 17 be required, the agency may choose not to prepare an 18 environmental assessment and instead shall require an 19 environmental impact statement, following adequate notice to the 20 public and all interested parties. The final approving agency 21 for the request for approval is not required to be the accepting 22 authority. SB2818 SD1.DOC 32 *SB2818 SD1.DOC* *SB2818 SD1.DOC*

1	For	environmental assessments for which a finding of no
2	significa	nt impact is anticipated:
3	(1)	A draft environmental assessment shall be made
4		available for public review and comment for a period
5		of thirty days;
6	(2)	The office shall inform the public of the availability
7		of the draft environmental assessment for public
8		review and comment pursuant to section 343-3; and
9	(3)	The applicant shall respond in writing to comments
10		received during the review, and the agency shall
11		prepare a final environmental assessment to determine
12		whether an environmental impact statement shall be
13		required. A statement shall be required if the agency
14		finds that the proposed action may have a significant
15		effect on the environment. The agency shall file
16		notice of the agency's determination with the office,
17		which, in turn, shall publish the agency's
18		determination for the public's information pursuant to
19		section 343-3.
20	The	draft and final statements, if required, shall be
21	prepared	by the applicant, who shall file these statements with
22	the offic SB2818 SD *SB2818 S *SB2818 S	1.DOC 33 D1.DOC*

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The draft statement shall be made available for public
 review and comment through the office for a period of forty-five
 days. The office shall inform the public of the availability of
 the draft statement for public review and comment pursuant to
 section 343-3.

6 The applicant shall respond in writing to comments received 7 during the review and prepare a final statement. The office, 8 when requested by the applicant or agency, may make a 9 recommendation as to the acceptability of the final statement. 10 The authority to accept a final statement shall rest with 11 the agency initially receiving and agreeing to process the 12 request for approval. The final decision-making body or 13 approving agency for the request for approval is not required to 14 be the accepting authority. The planning department for the 15 county in which the proposed action will occur shall be a permissible accepting authority for the final statement. 16

Acceptance of a required final statement shall be a condition precedent to approval of the request and commencement of the proposed action. Upon acceptance or nonacceptance of the final statement, the agency shall file notice of [such] the determination with the office. The office, in turn, shall

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publish the determination of acceptance or nonacceptance of the
 final statement pursuant to section 343-3.

3 The agency receiving the request, within thirty days of receipt of the final statement, shall notify the applicant and 4 5 the office of the acceptance or nonacceptance of the final 6 statement. The final statement shall be deemed to be accepted 7 if the agency fails to accept or not accept the final statement 8 within thirty days after receipt of the final statement; 9 provided that the thirty-day period may be extended at the 10 request of the applicant for a period not to exceed fifteen 11 days.

12 In any acceptance or nonacceptance, the agency shall 13 provide the applicant with the specific findings and reasons for 14 its determination. An applicant, within sixty days after 15 nonacceptance of a final statement by an agency, may appeal the nonacceptance to the environmental council, which, within thirty 16 17 days of receipt of the appeal, shall notify the applicant of the 18 council's determination. In any affirmation or reversal of an 19 appealed nonacceptance, the council shall provide the applicant 20 and agency with specific findings and reasons for its 21 determination. The agency shall abide by the council's 22 decision. SB2818 SD1.DOC 35 *SB2818 SD1.DOC*

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1 (d) Whenever an applicant requests approval for a proposed 2 action and there is a question as to which of two or more state 3 or county agencies with jurisdiction has the responsibility of 4 preparing the environmental assessment $[\tau]$ or the statement, the 5 office, after consultation with and assistance from the affected 6 state or county agencies, shall determine which agency shall 7 prepare the assessment. 8 In preparing an environmental [assessment,] review (e) 9 document, an agency or applicant may consider and, where 10 applicable and appropriate, incorporate by reference, in whole 11 or in part, previous [determinations of whether a statement is 12 required and previously accepted statements.] review documents. 13 The council, by rule, shall establish criteria and procedures 14 for the use of previous determinations and statements. 15 Whenever an action is subject to both the National (f) Environmental Policy Act of 1969 (Public Law 91-190) and the 16 17 requirements of this chapter, the office and agencies shall 18 cooperate with federal agencies to the fullest extent possible 19 to reduce duplication between federal and state requirements. 20 [Such] This cooperation, to the fullest extent possible, shall 21 include joint environmental impact statements with concurrent public review and processing at both levels of government. 22 SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*

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1 Where federal law has environmental impact statement 2 requirements in addition to but not in conflict with this 3 chapter, the office and agencies shall cooperate in fulfilling 4 these requirements so that one document shall comply with all 5 applicable laws. 6 (g) Upon receipt of a written request and for good cause 7 shown, an approving agency or accepting authority shall extend 8 the public review and comment period required under this 9 section. 10 $\left[\frac{(g)}{(g)}\right]$ (h) A statement that is accepted with respect to a 11 particular action shall satisfy the requirements of this 12 chapter, and no other statement for the proposed action, other 13 than a supplement to that statement, shall be required." 14 SECTION 7. Section 343-7, Hawaii Revised Statutes, is 15 amended to read as follows: 16 "\$343-7 Limitation of actions. (a) Any judicial 17 proceeding, the subject of which is the lack of an environmental 18 assessment required under section 343-5, or the lack of a 19 supplemental environmental assessment or supplemental impact 20 statement, shall be initiated within one hundred twenty days of 21 the agency's decision to carry out or approve the action, or, if a proposed action is undertaken without a formal determination 22 SB2818 SD1.DOC 37 *SB2818 SD1.DOC* *SB2818 SD1.DOC*

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1 by the agency that [a] an assessment, supplement, or statement 2 is or is not required, a judicial proceeding shall be instituted 3 within one hundred twenty days after the proposed action is started. The council or office, any agency responsible for 4 5 approval of the action, or the applicant shall be adjudged an 6 aggrieved party for the purposes of bringing judicial action 7 under this subsection. Others, by court action, may be adjudged 8 aggrieved.

9 (b) Any judicial proceeding, the subject of which is the 10 determination that a statement is required for a proposed 11 action, shall be initiated within sixty days after the public 12 has been informed of [such] the determination pursuant to 13 section 343-3. Any judicial proceeding, the subject of which is 14 the determination that a statement is not required for a 15 proposed action, shall be initiated within thirty days after the public has been informed of [such] the determination pursuant to 16 17 section 343-3. The council or the applicant shall be adjudged 18 an aggrieved party for the purposes of bringing judicial action 19 under this subsection. Others, by court action, may be adjudged 20 aggrieved.

21 (c) Any judicial proceeding, the subject of which is the 22 acceptance of an environmental impact statement required under SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*

1	section 343-5, shall be initiated within sixty days after the
2	public has been informed pursuant to section 343-3 of the
3	acceptance of $[such]$ the statement. The council shall be
4	adjudged an aggrieved party for the purpose of bringing judicial
5	action under this subsection. [Affected agencies and persons
6	who provided written comment to such statement during the
7	designated review period shall be adjudged aggrieved parties for
8	the purpose of bringing judicial action under this subsection;
9	provided that the contestable issues shall be limited to issues
10	identified and discussed in the written comment.] Others, by
11	court action, may adjudged aggrieved."
12	SECTION 8. Section 353-16.35, Hawaii Revised Statutes, is
13	amended by amending subsection (a) to read as follows:
14	"(a) Notwithstanding any other law to the contrary, the
15	governor, with the assistance of the director, may negotiate
16	with any person for the development or expansion of private
17	in-state correctional facilities or public in-state turnkey
18	correctional facilities to reduce prison overcrowding; provided
19	that if an environmental assessment or environmental impact
20	statement is required for a proposed site or for the expansion
21	of an existing correctional facility under [section 343-5,]
22	<pre>chapter 343, then notwithstanding the time periods specified for SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*</pre>

1	public review and comments under section 343-5, the governor
2	shall accept public comments for a period of sixty days
3	following public notification of either an environmental
4	assessment or an environmental impact statement."
5	PART III
6	SECTION 9. Section 343-6, Hawaii Revised Statutes, is
7	amended to read as follows:
8	"\$343-6 Rules. (a) After consultation with the affected
9	agencies, the council shall adopt, amend, or repeal necessary
10	rules for the purposes of this chapter [in accordance with
11	chapter 91 including, but not limited to, rules that shall:].
12	Rules may be issued as interim rules by adoption and filing with
13	the lieutenant governor and by posting the interim rules on the
14	lieutenant governor's website. Interim rules adopted pursuant
15	to this section shall be exempt from the public notice, public
16	hearing, and gubernatorial approval requirements of chapter 91
17	and the requirements of chapter 201M and shall take effect upon
18	filing with the lieutenant governor. All interim rules adopted
19	pursuant to this section shall be effective only through
20	June 30, 2012. For any new or expanded programs, services, or
21	benefits implemented under interim rules to continue in effect
22	beyond June 30, 2012, the council shall adopt rules in SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*

^{*}SB2818 SD1.DOC*

1	conformance with the requirements of chapter 91 and chapter		
2	<u>201M.</u> Ru	les adopted pursuant to this section shall include but	
3	not be li	mited to 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	
11		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		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	
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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		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 for the 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 requirements
22		for records of decision, monitoring, and mitigation;
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1	(12)	Deve	lop guidance for the application and
2		inte	rpretation of the significance criteria under
3		sect	ion 343-A;
4	(13)	Pres	cribe procedures and guidance for the preparation
5		<u>of p</u>	rogrammatic environmental assessments or
6		<u>stat</u>	ements and the tiering of project-specific
7		envi	ronmental assessments or statements;
8	(14)	Pres	cribe:
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; provided
17			that the supplemental documents focus on the
18			changed action, new circumstances, or new
19			information;
20		(B)	Procedures for limiting the duration of the
21			validity of environmental assessments and
22			environmental impact statements, or if an
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1			environmental assessment led to the preparation
2			of an environmental impact statement, then of the
3			later-prepared statement, to not more than ten
4			years from the date of acceptance of the document
5			until all state and county discretionary
6			approvals are fully completed for the action;
7			provided that the supplemental documents focus on
8			the changed action, new circumstances, or new
9			information; and
10		(C)	Procedures for an agency or applicant to seek a
11			timely determination from the council that a
12			prior environmental assessment or environmental
13			impact statement contains sufficiently current
14			information and that a supplemental document is
15			not warranted despite the passage of the
16			prescribed time period; and
17	(15)	Prov	ide guidance to agencies and applicants about the
18		<u>appl</u>	icability of the environmental review, and
19		esta	blish procedures whereby each state and county
20		<u>agen</u>	cy shall maintain lists of:
21		(A)	Specific types of major discretionary approvals;

1	(B) Ministerial actions that do not require
2	environmental review; and
3	(C) Those actions that require a case-by-case
4	determination of applicability.
5	(b) [At] <u>Except for the adoption of interim rules pursuant</u>
6	to subsection (a), at least one public hearing shall be held in
7	each county prior to the final adoption, amendment, or repeal of
8	any rule."
9	PART IV
10	SECTION 10. Notwithstanding the original terms of
11	appointment of the members of the environmental council, the
12	terms of all members of the environmental council serving as of
13	the effective date of this Act shall be extended through June
14	30, 2012. The members shall continue in their appointment until
15	the nine members of the environmental council are appointed or
16	re-appointed, in accordance with section 341-3, Hawaii Revised
17	Statutes, as amended by this Act.
18	SECTION 11. This Act does not affect rights and duties
19	that matured, penalties that were incurred, and proceedings that
20	were begun before the effective dates, and does not affect the
21	rights and duties related to any environmental assessment or
22	environmental impact statement for which a draft has been SB2818 SD1.DOC *SB2818 SD1.DOC* *SB2818 SD1.DOC*

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prepared and public notice thereof published by the office of 1 2 environmental quality control before the effective date of this 3 Act. 4 SECTION 12. In codifying the new sections added by section 1 and section 2 of this Act, the revisor of statutes 5 6 shall substitute appropriate section numbers for the letters 7 used in designating the new sections in this Act. 8 SECTION 13. Statutory material to be repealed is bracketed 9 and stricken. New statutory material is underscored. 10 SECTION 14. This Act shall take effect on July 1, 2010; 11 provided that part II shall take effect on July 1, 2012. 12

Report Title:

Environmental Protection

Description:

Reduces the membership of the environmental council from 15 to 9; establishes the environmental review special fund; revises the environmental assessment and environmental impact statement process to create a more streamlined, transparent, and consistent process. (SD1)

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