STAND. COM. REP. NO. 233

Honolulu, Hawaii

Fe413, 2009

RE: H.B. No. 1606 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Sir:

Your Committee on Economic Revitalization, Business, & Military Affairs, to which was referred H.B. No. 1606 entitled:

"A BILL FOR AN ACT RELATING TO LEASEHOLD CONVERSION,"

begs leave to report as follows:

The purpose of this bill is to stimulate economic revitalization of business properties and business in Hawaii by establishing a mandatory lease-to-fee conversion program for business properties.

The Department of the Attorney General, Hawaii Housing Finance and Development Corporation, Department of Taxation, Kamehameha Schools, Alexander & Baldwin, Inc., and several concerned individuals opposed this bill.

Your Committee heard testimony from the Department of the Attorney General that this bill might violate the "takings" provisions of the Fourth and Fourteenth Amendments of the United States Constitution if no justifying public purpose was set forth in the bill.

Accordingly, this bill has been amended to include a purpose section. Technical, nonsubstantive amendments were also made for clarity, consistency, and style.

STAND. COM. REP. NO. Page 2

As affirmed by the record of votes of the members of your Committee on Economic Revitalization, Business, & Military Affairs that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1606, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1606, H.D. 1, and be referred to the Committee on Judiciary.

Respectfully submitted on behalf of the members of the Committee on Economic Revitalization, Business, & Military Affairs,

ANGUS L.K. MCKELVEY, Chair

State of Hawaii House of Representatives The Twenty-fifth Legislature

Record of Votes of the Committee on Economic Revitalization, Business, & Military Affairs

Bill/Resolution No.: HB 1606	EBM JUD 1		Date: 2/10/2009	
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
EBM Members	Ayes	Ayes (WR)	Nays	Excused
1. McKELVEY, Angus L.K. (C)			minasilaan kandesa ka an m anke	
A CHOV I W (VC)				
2. CHOY, Isaac W. (VC)	V			12752
3. BERG, Lyla B.		√		
4. EVANS, Cindy		and the same of th		and the second
5 MANAHAN Loov				
5. MANAHAN, Joey				V
6. TAKAI, K. Mark_				
7. TOKIOKA, James Kunane				
8. TSUJI, Clift				
o. Tseji, ciit		and the second s		
9. WAKAI, Glenn				/
10. WOOLEY, Jessica				
11. WARD, Gene				
TOTALON		1		3
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				