LINDA LINGLE





STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES

POST OFFICE BOX 621 HONOLULU, HAWAII 96809 LAURA H, THIELEN CHARPERSON BOARD OF LAND AND NATURAL RESOURCES COMMISSION ON WATER RESOURCE MANAGEMENT

> RUSSELL Y, TSUJI FIRST DEPUTY

KEN C. KAWAHARA DEPUTY DIRECTOR - WATER

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COMMISSION ON WATER RESOURCE MANAGEMENT
CONSERVATION AND COASTAL LANDS
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CONSERVATION AND RESOURCES EMPORCEMENT
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HISTORIC PRESERVATION
KAHOOLAWE ISLAND RESERVEY COMMISSION
LAND
STATE PARKS

Testimony of LAURA H. THIELEN Chairperson

Before the House Committee on WATER, LAND, & OCEAN RESOURCES

Monday, February 2, 2009 9:00 a.m. State Capitol, Conference Room 325

In consideration of HOUSE BILL 951 RELATING TO LANDOWNER LIABILITY

House Bill 951 relieves landowners of liability for any damages, injury, or harm to persons or property outside the boundaries of the landowner's land caused by naturally occurring land failure originating on unimproved land. The Department of Land and Natural Resources (Department) supports efforts to provide conditional protection from liability for private and public landowners regarding land failures as a result of natural conditions on their lands that cause damage outside the land. This bill duplicates Section 4 of House Bill (H.B.) 1140, which takes a more holistic approach to dealing with the issues of land failures, not just the issue of landowner liability.

This bill and Section 4 of H.B. 1140, preserves the State's natural beauty for future generations by protecting and preserving large tracts of public and private lands in their original condition and natural state. Due to the vast amount of unimproved lands, and the state policies to maintain these lands in their natural state, dangerous natural conditions occur throughout the State that could expose landowners to liability. Urban sprawl and zoning approvals by county agencies have allowed urban and residential development to expand into and adjacent to many areas susceptible to land failure or rockfall hazards. The Department, other state and county agencies, and private landowners are increasingly being called upon to mitigate reported hazards occurring in natural conditions on their unimproved lands.

For private landowners, many of these lands are conservation lands - not appropriate for development – and continued exposure to lawsuit or requests to mitigate or compensate for harm or injury caused on unimproved lands from naturally occurring natural conditions may force many landowners to sell or develop these lands to cover liabilities, or sell or turn over lands to the State or other government entities to avoid and shift liability to the general public. The

typical cost for rockfall mitigation projects usually runs in the millions. By example, the current estimated costs for Komo Mai hillside and the Old Puunui Quarry projects are \$2,100,000 and \$1,760,000, respectively. If either case had involved an incident resulting in injury or death, the litigation and judgment costs alone would have far exceeded the mitigation costs and seriously impacted the State's fiscal health. Dwindling state resources cannot correct these hazards triggered by unwise urban sprawl.

A limited tort liability exemption for the State was created by Act 82, Session Laws of Hawaii 2003, for harm or injury caused on improved public lands (basically, state and county parks and the statewide trail and access system). The existing tort liability exemptions may not adequately address or apply to the scenario where a dangerous condition originating from public lands is the cause of damage, injury, or harm on adjacent or nearby properties. Act 82 does not cover liability on private property. This bill will protect owners of unimproved land from these liabilities and help to keep these lands in conservation in their natural state.

The Department recommends that the Committee consider the even more holistic approach to dealing with the issues of land failures contained in Administration bill, H.B. 1140. H.B. 1140 proposes three actions to address land failure problems, 1) requires a developer to assess land failure risks in potentially hazardous areas and provide appropriate buffers or mitigation and notice of the risk before county approval processes (a similar approach as in this bill); 2) provides conditional protection from liability for private and public landowners regarding from land failures as a result of natural conditions on their lands cause damage outside the land; and 3) gives government agencies the authority to mitigate or require mitigation of land failure hazards on private property.

The Department supports providing conditional protection from liability for private and public landowners from land failures as a result of natural conditions on their lands that cause damage outside the land. We prefer the more holistic approach in H.B. 1140.

A BILL FOR AN ACT

RELATING TO LAND FAILURE.

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

- 1 SECTION 1. The State's natural beauty is preserved for
- 2 future generations by efforts to protect and preserve state
- 3 lands in its original condition, and also in significant part,
- 4 by the cooperation of private landowners who own and maintain
- 5 large tracks of pristine lands in its natural state. For
- 6 private landowners, many of these lands are conservation lands
- 7 and not appropriate for development. Continued exposure to
- 8 lawsuit or requests to mitigate or compensate for harm or injury
- 9 caused on unimproved lands may force many landowners to sell or
- 10 develop these lands to cover liabilities, or sell or turn over
- 11 lands to the State or other government entitles to avoid and
- 12 shift liability to the general public.
- Due to the vast amount of unimproved lands, and the state
- 14 policies to maintain these lands in their natural state,
- 15 dangerous natural conditions occur throughout the State that
- 16 could expose landowners to liability. Resources to conduct a
- 17 thorough assessment of the risk on all lands are not available.

- 1 Additionally, expansion of urban sprawl and zoning approvals by
- 2 county agencies have allowed urban and residential development
- 3 to expand into and adjacent to many areas susceptible to land
- 4 failure or rockfall hazards. Many of the valley walls adjacent
- 5 to established and proposed subdivisions in the State are
- 6 extremely steep and susceptible to land failure. As the State's
- 7 population grows and the pressure for development increases, the
- 8 lack of open areas will force development into areas with
- 9 natural hazards that threaten the safety of future homeowners
- 10 and the general public.
- 11 Unbudgeted expenditures to mitigate these types of hazards
- 12 can eventually cripple the State's operational budget by
- 13 diverting critical funds, needed to sustain its core functions,
- 14 to costly emergency mitigation projects. This fact is
- 15 exacerbated by the difficult downturn in the state and national
- 16 economy that threatens essential services and jobs. The typical
- 17 cost for rockfall mitigation projects usually runs in the
- 18 millions. By example, the current estimated costs for Komo Mal
- 19 hillside and the Old Puunui Quarry projects are \$2,100,000 and
- 20 \$1,760,000, respectively. If either case had involved an
- 21 incident resulting in injury or death, the litigation and

- 1 judgment costs alone would have far exceeded the mitigation
- 2 costs and seriously impacted the State's fiscal health.
- 3 Land failure hazards on private lands pose a unique public
- 4 safety issue for down slope landowners and the general public.
- 5 An owner of private property that is found to contain a land
- 6 failure hazard is likely to take no action in hopes that nothing
- 7 will happen during the owner's tenure of ownership. It is
- 8 unclear whether and how such owner can be compelled to address
- 9 the hazard and ensure the safety of the threatened nearby
- 10 property owners and the general public under existing laws.
- 11 Clarifying the authority of government agencies to intervene in
- 12 such situations and require action by the owner of the property
- 13 with the land failure hazard, or both, and providing for sharing
- 14 of the costs among affected property owners, establishes a
- 15 reasonable solution that will not bankrupt the State while
- 16 promoting public safety.
- 17 The legislature believes a more comprehensive and proactive
- 18 approach to managing risk of harm to the public from land
- 19 failure hazards is needed to address those concerns. The
- 20 legislature finds that those threats to public safety can and
- 21 should be controlled at the time of development or new
- 22 construction. The legislature also finds that it is in the

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#.B. NO. 140

1.	public's interest to promote the retention and preservation of
2	unimproved lands that enhance the natural beauty of the State by
3	limiting liability for harm from land failure hazards that occur
4	on unimproved lands. The legislature further finds that it is
5	also in the public's interest to allow government agencies to
6	mitigate or require the mitigation of land failure hazards on
7	private lands that are at risk of causing imminent harm or
8	damage to nearby properties or the general public, and to assess
9	the costs for such mitigation to those property owners
10	benefiting directly from such action on a pro rata basis.
11	The purposes of this Act are to:
12	(1) Provide a reasonable and affordable means to ensure
13	that future urban expansion and new construction will
14	not add to the ongoing problem of rockfall and
15	landslide hazards in populated areas;
16	(2) Alleviate the need for the landowners, and the
17	department of land and natural resources in
18	particular, to exhaust their funds and resources on

the task of mitigating risks associated with naturally

department of land and natural resources to focus them

occurring hazardous conditions, and to allow the

1	ğ	m its primary mission of managing state parks,
2	f	orests, and public lands effectively; and
3	(3) I	rovide government agencies the authority to mitigate
4	c	r remediate, or both, or require mitigation or
5	r	remediation, or both, of land failure hazards on
6	I.	rivate property, and establish a procedure for
7	ā	ssessing the mitigation or remediation costs on the
8	Ĭ.	roperty owners benefiting form such action, on a pro
9	ı	rata basis.
0	SECTIO	N 2. Chapter 46, Hawaii Revised Statutes, is amended
1	by adding a	new section to be appropriately designated and to
0.800	TAN CONTRACTOR	The second of the second continue of
2	read as fol	
	read as fol	
2	read as fol	lows:
2 3	read as fol	lows: Development in hazardous areas. (a)
2 3 4	read as fol " \$46- Notwithstar precedent t	Development in hazardous areas. (a) Iding any law to the contrary, it shall be a condition
3 4 5	read as fol " <u>\$46-</u> Notwithstar precedent to plan, or by	Development in hazardous areas. (a) Iding any law to the contrary, it shall be a condition to approval of any county subdivision, development
2 3 4 5	read as fol " <u>\$46-</u> Notwithstar precedent to plan, or by	Development in hazardous areas. (a) Iding any law to the contrary, it shall be a condition to approval of any county subdivision, development Tilding permit, to require a subdivider, developer, or a new residential, commercial, or industrial
3 3 4 5 6	read as foluntation in the structure,	Development in hazardous areas. (a) Iding any law to the contrary, it shall be a condition to approval of any county subdivision, development Tilding permit, to require a subdivider, developer, or a new residential, commercial, or industrial
2 3 4 5 6 7	read as fol "\$46- Notwithstar precedent to the plan, or by the builder of the structure, (1) I	Development in hazardous areas. (a) Iding any law to the contrary, it shall be a condition to approval of any county subdivision, development milding permit, to require a subdivider, developer, or a new residential, commercial, or industrial to:
2 3 4 5 6 7 8	read as foll "546- Notwithstar precedent to plan, or by builder of structure, (1)	Development in hazardous areas. (a) Iding any law to the contrary, it shall be a condition to approval of any county subdivision, development milding permit, to require a subdivider, developer, or a new residential, commercial, or industrial to: Perform a study to determine the risks of rockfalls or

1		or may pose a hazard to any to any person or structure
2		on or adjacent to the subdivision or development
3		project site;
4	(2)	To perform a risk assessment to determine whether and
5		to what extent conditions on an adjacent property pose
6	4	a risk of harm to the proposed subdivision,
7		development, future homeowners, or persons in the
8		vicinity thereof, if the adjacent property includes
9		hillsides or cliffs with a slope grade of twenty per
10		cent or greater immediately upslope from the
11		subdivision or development project site
12	<u>(3)</u>	Create hazard buffer zones or implement other
13		appropriate mitigation measures in areas of the
14.		subdivision or development site where a rockfall or
15		landslide hazard is determined or is suspected to
16		exist, that are sufficient to protect the health and
17		safety of future homeowners and persons in the
18	w)	vicinity of the property, and provide a written
19		disclosure of those risks to all potential homeowners
20		that will run with the land; and
21	(4)	For purposes of this section, any determination of the
22		existence of a hazard or risk of harm from hillsides

1	or cliffs with a slope grade of twenty per cent or
2	greater shall be performed by a licensed geotechnical
3	professional.
4	(b) For the purposes of this section, "subdivision" means
5	any land that is divided or is proposed to be divided for the
6	purpose of disposition into two or more lots, parcels, units, or
7	interests and also includes any land whether contiguous or not,
8	if two or more lots are offered as part of a common promotional
9	plan of advertising and sale.
10	(c) This section shall apply to the plan of any
11.	subdivision or development that has not been approved by the
12	respective counties prior to July 1, 2009.
13.	SECTION 3. The Hawaii Revised Statutes is amended by
14	adding to title 10 a chapter to be appropriately designated and
15	to read as follows:
16	"CHAPTER
17	LAND FAILURE HAZARDS MITIGATION; PRIVATE PROPERTY
18	5 -1 Definitions. For purposes of this chapter:
19	"Government entities" means the State and the several
20	counties;

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#.B. NO. 1140

"Land failure" means any movement of land, including a 1 landslide, debris flow, mudslide, creep, subsidence, rock fall, 2 and any other gradual or rapid movement of land; 3 "Owner" or "landowner" means any private entity or person 5 who has any right, title, or interest in or to property; "Private property" means real property owned by persons or 6 entities other than the State, the several counties, or the 7 federal government. -2 Mitigation or remediation action. Government 9 entities are authorized to undertake action to reduce the 10 potential for land failure from private property that imminently 11 threaten life or property or that otherwise is a public nuisance 12 by providing for the inspection and maintenance of hillsides 13 that present land failure hazards; by requiring private 14 15 landowners who are not subject to section 663-B to mitigate or remediate land failure hazards on their property; and by 16 mitigating or remediating land failure hazards on private 17 property that constitute an imminent threat to life or that may 18 19 cause major economic loss or environmental damage; provided that, to the extent any of the foregoing work is a private 20 responsibility, the responsibility may be enforced by the 21

government entity in lieu of the work being done at government

- 1 expense, and any private entity or person refusing to comply
- 2 with any order issued by the government entity shall be in
- 3 violation of this chapter and be liable for a civil penalty not
- 4 to exceed \$ for each day the violation continues.
- s -3 Cost. The cost of land failure hazard remediation
- 6 or mitigation on private property may also be financed by the
- 7 government entities by the following means:
- The State through the levying of special assessments (1)against owners of real property affected or potentially affected by the land failure hazard. 10 property is affected or potentially affected where the 11 12 land failure hazard threatens injury to persons, personal property, homes, or other structures that may 13 be located on that real property or threatens to cause 14 major economic loss or environmental damage to that 15 16 real property. The total amount of the special 17 assessments shall be limited to an amount reasonably anticipated for the remediation or mitigation of the 18 land failure hazard. The owners of each affected or 19 potentially affected real property shall be assessed a 20 pro rata share of the total amount, which pro rata 21

<u>H</u>.B. NO. <u>1140</u>

	pilate shart no pased out the relative appeaced value or
2	each affected or potentially affected real property.
3	(2) The counties through the levying of special taxes
4	pursuant to section 46-80.1.
5	5 -4 Entry on private property. In order to carry out
6	the provisions of this chapter, government officials are
7	authorized to enter upon private property as may be necessary in
8	making, at the owner's expense, any investigation, inspection,
9	maintenance, mitigation, or remediation authorized by this
10.	chapter. Such entry shall not constitute a cause of action in
1	favor of the owner of the land.
2	5 -5 No duty to act. The government entities have no
3	duty to mitigate land failure hazards existing on private
14	property or to act under this chapter. No action or failure to
15	act under this chapter shall be construed to create any
16	liability in the government entities, or their respective
7	agencies, officers or employees, for the recovery of damages or
18	for any other relief. The State reserves sovereign immunity for
19	any action or failure to act under this chapter and nothing in
20	this chapter shall be construed to constitute a waiver of any

- 1 5 -6 Property owner's continuing obligations. Nothing
- 2 in this chapter and no order, action, or advice of the
- 3 government entitles or their respective agencies or any
- 4 representative thereof shall be construed to relieve an owner of
- 5 property with a land failure hazard of the legal duties,
- 6 obligations, or liabilities incident to the ownership of the
- 7 property. The government entitles shall have no ownership
- 8 obligations, responsibilities, or liability for any action taken
- 9 by said government entities under this chapter.
- 10 S -7 Rules. The department of land and natural
- 11 resources may adopt rules pursuant to chapter 91 for purposes of
- 12 implementing this chapter."
- 13 SECTION 4. Chapter 663, Hawaii Revised Statutes, is
- 14 amended by adding a new part to be appropriately designated and
- 15 to read as follows:
- 16 *PART . UNIMPROVED LAND LIABILITY
- 17 5663-A Definitions. As used in this part:
- 18 "Naturally occurring land failure" means any movement of
- 19 land, including a landslide, debris flow, mudslide, creep,
- 20 subsidence, rock fall, and any other gradual or rapid movement
- 21 of land, that is not caused by alterations to, or improvements
- 22 constructed upon, the land.

#.B. NO. 140

- 1 "Unimproved land" means any land upon which there is no
- 2 improvement, construction of any structure, building, facility,
- 3 or alteration of the land by grading, dredging, or mining that
- 4 would cause a permanent change in the land area on which it
- 5 occurs and that would change the basic natural condition that
- 6 exists on the land.
- 7 §663-B Land failure on unimproved land caused by natural
- 8 condition; liability. A landowner shall not be liable for any
- 9 damage, injury, or harm to persons or property outside the
- 10 boundaries of the landowner's land caused by any naturally
- 11 occurring land failure originating on unimproved land,
- 12 \$663-C Natural condition. For purposes of this part, the
- 13 natural condition of land exists notwithstanding minor
- 14 improvements, such as the installation or maintenance of utility
- 15 poles, fences, and signage; or minor alterations undertaken for
- 16 the preservation or prudent management of the unimproved land,
- 17 such as the installation or maintenance of trails or pathways or
- 18 maintenance activities, such as forest plantings and weed,
- 19 brush, rock, boulder, or tree removal. "
- 20 SECTION 5. This Act does not affect rights and duties that
- 21 matured, penalties that were incurred, and proceedings that were
- 22 begun, before its effective date.

.B. NO. 1140

1	SECTION 6. In codifying the new sections added by section
2	4 of this Act, the revisor of statutes shall substitute
3	appropriate section numbers for the letters used in designating
4	the new sections in this Act.
5	SECTION 7. New statutory material is underscored.
6	SECTION 8. This Act shall take effect on July 1, 2009.
7	1 1 1/1 ho
8	INTRODUCED BY: Clark & Y. M.
9	BY REQUEST
	JAN 2 6 2009

Report Title:

Land Failure; Liability; Private Property Mitigation

Description:

Requires precautionary actions imposed by the counties for development in potentially hazardous areas; removes the liability of landowners regarding natural conditions on their land that cause damage outside the land; and gives government agencies the authority to mitigate or require mitigation of land failure hazards on private property.

HB1140

JUSTIFICATION SHEET

DEPARTMENT:

Land and Natural Resources

TITLE:

A BILL FOR AN ACT RELATING TO LAND FAILURE.

PURPOSE:

To:

- ordinances that require a subdivider or developer of property or a builder of a new structure, that has or is subject to hazardous rockfall or landslide conditions, to conduct a slope study or risk assessment, or both create appropriate buffer zones or implement other appropriate mitigation measures, and to provide notice of the risk to future homeowners and persons in the vicinity of the property;
- (2) To create conditional protection from liability for private and public landowners when a land failure event as a result of natural conditions on unimproved lands causes damage, injury, or harm to persons or property on adjacent or nearby properties; and
- (3) To provide government agencies the authority to mitigate or require mitigation of land failure hazards on private property and provide for the mitigation or remediation costs to be assessed on the affected property owners on a pro rata basis.

MEANS:

Add a new section to chapter 46, Hawaii Revised Statutes (HRS); add a new chapter to title 10, HRS, and add a new part to chapter 663, HRS.

JUSTIFICATION:

The State's natural beauty is preserved for future generations by the Department's efforts to protect and preserve state lands in its original condition, and also in



significant part, by the cooperation of private landowners who own and maintain large tracks of pristine lands in their natural state. For private landowners, many of these lands are conservation lands and not appropriate for development. Continued exposure to lawsuit or requests to mitigate or compensate for harm or injury caused on unimproved lands may force many landowners to sell or develop these lands to cover liabilities, or sell or turn over lands to the State or other government entities to avoid and shift liability to the general public.

In recent years, highly publicized incidents occurring at Sacred Falls, Nuuanu (Onishi), Makaha, Palolo, and Niu have created a heightened awareness of the risks of land failure events to life, limb, and property. Many of those incidents have resulted in substantial cost to the landowner in the form of judgments and mitigation expenses. The Department, other state and county agencies, and private landowners are increasingly being called upon to mitigate additional reported hazards occurring in natural conditions on their unimproved lands.

Due to the vast amount of unimproved lands, and the state policies to maintain these lands in their natural state, dangerous natural conditions occur throughout the State that could expose landowners to liability. Resources to conduct a thorough assessment of the risk on all lands are not available.

Additionally, expansion of urban sprawl and zoning approvals by county agencies have allowed urban and residential development to expand into and adjacent to many areas susceptible to land failure or rockfall hazards. Many of the valley walls adjacent to established and proposed subdivisions in the State are extremely steep and

susceptible to land failure. As the State's population grows and the pressure for development increases, the lack of open areas will force development into areas with natural hazards that threaten the safety of future homeowners and the general public.

Those threats to public safety can and should be controlled at the time of development or new construction. The Department is advocating a more proactive approach to managing risk of harm to the public from natural rockfall and landslide hazards.

Most of the scientific community is in agreement that the State's geologic conditions from volcanic origins combined with the abundance of rainfall ensures continued and increasing occurrence of land failure events throughout the State as our mountains and slopes naturally erode. of the valley walls adjacent to established subdivisions in the State are extremely steep and susceptible to land failure. Additionally, each island has its own particular problems and issues associated with its unique geologic characteristics. For example, the Island of Hawaii has a greater frequency of earthquakes that can trigger rockfall events.

A limited tort liability exemption for the State was created by Act 82, Session Laws of Hawaii 2003, for harm or injury caused on improved public lands (basically, state and county parks and the statewide trail and access system). The existing tort liability exemptions may not adequately address or apply to the scenario where a dangerous condition originating from public lands is the cause of damage, injury, or harm on adjacent or nearby properties. Act 82 does not cover liability on private property.

For the Department, unbudgeted expenditures to mitigate these types of hazards will

eventually cripple the Department's operational budget by diverting critical funds, needed to sustain its management responsibilities, to costly emergency mitigation projects. This fact is exacerbated by the difficult downturn in the state and national economy that threatens essential services and jobs. The typical cost for rockfall mitigation projects usually runs in the millions. By example, the current estimated costs for Komo Mai hillside and the Old Puunui Quarry projects are \$2,100,000 and \$1,760,000, respectively. If either case had involved an incident resulting in injury or death, the litigation and judgment costs alone would have far exceeded the mitigation costs and seriously impacted the State's fiscal health.

Land failure hazards on private lands pose a unique public safety issue for down slope landowners and the general public. An owner of private property that is found to contain a land failure hazard is likely to take no action in hopes that nothing will happen during the owner's tenure of ownership. is unclear whether and how such owner can be compelled to address the hazard and ensure the safety of the threatened nearby property owners and the general public under existing laws. Clarifying the authority of government agencies to intervene in such situations or require action by the owner of the property with the land failure hazard, and providing for sharing of the costs among affected property owners, establishes a reasonable solution that will not bankrupt the State while promoting public safety.

This bill would:

(1) Provide a reasonable and affordable means to ensure that future urban expansion and new construction will not add to the ongoing problem of rockfall and landslide hazards in populated areas:

- (2) Alleviate the need for the landowners, and the Department in particular, to exhaust their limited funds and resources on the task of mitigating risks associated with naturally occurring hazardous conditions, and allow the Department to focus them on its primary mission of managing state parks, forests, and public lands effectively; and
- (3) Provide government agencies the authority to mitigate or remediate, or both, or require mitigation or remediation, or both, of land failure hazards on private property, and establish a procedure for assessing the mitigation or remediation costs on the property owners benefiting from such action, on a pro rata basis.

Impact on the public: Would protect homeowners and occupants in future subdivisions and other development projects from rockfall and landslide hazards that may be in the vicinity of such projects. reduce the circumstances under which private landowners would, through no fault of their own, be placed in the position of being liable for and having to expend large sums of money to mitigate rockfall and landslide hazards on their lands that subject innocent persons on adjacent properties to harm, injury or worse as a result of imprudent, inappropriate or inadequate planning. Under most circumstances, the public will not be able to make claims or bring suit against a property owner for naturally occurring rockfall and other land failure This bill would protect private events. property owners from liability for land failure on private unimproved conservation This bill would also allow government agencies to address land failure hazards on private lands and pass the cost



of such actions on to affected landowners who benefit from such action.

Impact on the department and other agencies: Similarly with private landowners, would reduce the circumstances under which the Department and other state and county agencies may be liable for or would have to expend resources to mitigate rockfall and landslide hazards associated with public lands that happen to be situated adjacent to new developments. This bill would also protect the Department and other state and county agencies from liability for land failure on public lands as a result of natural conditions. This bill would alleviate the need for government agencies to exhaust their funds and resources on the task of mitigating risks associated with naturally occurring hazardous conditions, and focus them on their respective primary core missions. Elimination of such unanticipated cost items that can constitute a significant percentage of an agency's overall budget would greatly enhance the State's ability to plan its budget in a fiscally sound manner. This bill also provides government agencies the authority to address land failure hazards on private lands without depleting limited state resources to do so.

GENERAL FUND:

None.

OTHER FUNDS:

None.

PPBS PROGRAM DESIGNATION:

LNR 101; LNR 402; LNR 809.

OTHER AFFECTED

AGENCIES:

Department of the Attorney General, Department of the Accounting and General Services, Department of Transportation, Department of Hawaiian Home Lands, Office of Hawaiian Affairs, counties.

EFFECTIVE DATE:

July 1, 2009.



TESTIMONY OF THE STATE ATTORNEY GENERAL TWENTY-FIFTH LEGISLATURE, 2009

ON THE FOLLOWING MEASURE:

H.B. NO. 951, RELATING TO LANDOWNER LIABILITY.

BEFORE THE:

HOUSE COMMITTEE ON WATER, LAND AND OCEAN RESOURCES

DATE:

Monday, February 2, 2009 Tims: 9:00 AM

LOCATION: State Capitol, Room 325

TESTIFIER(S): Mark J. Bennett, Attorney General

or Caron M. Inagaki, Deputy Attorney General

Chair Ito and Members of the Committee:

The Department of the Attorney General supports this bill.

The purpose of this bill is to provide limited liability to landowners of unimproved lands for injuries or damages that occur outside the landowner's property caused by naturally occurring land failures.

The State of Hawaii owns and manages millions of acres of public lands, many of which are unimproved conservation or forest reserve lands. The bill would allow the State to serve the public interest to keep these lands in their natural state without fear of liability for damages occurring outside the boundaries of its lands caused by unpredictable and naturally occurring land failures, such as landslides and rockfalls.

The bill makes clear that the natural condition would still exist despite minor alterations such as the installation or maintenance of utility poles, fences, and signage. The bill also allows for maintenance activities for prudent land management such as forest plantings or weed, brush, rock, boulder, and tree removal. We would suggest, however, that the word "minor" be inserted at the beginning of section 663-3(3) to make it clear that the natural condition would not be maintained by substantial maintenance activities that significantly alter the condition of the land.

320205 1.DOC

Testimony of the Department of the Attorney General Page I of 2

Thus, landowners who are protecting and managing public trust resources on unimproved lands are encouraged to act prudently and responsibly to maintain and manage these lands without fear that their actions to remove or mitigate potential hazards would be a material "improvement" that would take them out of the protections afforded under this bill.

We respectfully request that this bill be passed.

DEPARTMENT OF THE CORPORATION COUNSEL

CITY AND COUNTY OF HONOLULU

530 SOUTH KING STREET, ROOM 110 HONOLULU, HAWAII 96813 Phone: (808) 768-5193 • Fax: (808) 768-5105 • Internet: www.co.honolulu.gov

MUFI HANNEMANN MAYOR



CARRIE K.S. OKINAGA CORPORATION COUNSEL

DONNA M. WOO FIRST DEPUTY CORPORATION COUNSEL

January 30, 2009

The Honorable Ken Ito, Chair and Members of the Committee on Water, Land & Ocean Resources The House of Representatives State Capitol Honolulu, Hawaii 96813

Support of House Bill No. 951, Relating to Landowner Liability

Dear Chair Ito:

Re:

Thank you for the opportunity to provide testimony in support of House Bill No. 951. The City and County of Honolulu supports the Legislature's intention to codify the common law by enactment of House Bill No. 951 regarding the liability of owners of unimproved lands for personal or property damage that occurs outside the land owner's property boundary that occurs due to naturally occurring events on the unimproved land.

Very truly yours,

CARRIE K.S. OKINAGA

Corporation Counsel

CKSO:rdl

William P. Kenoi Mayor



Lincoln S.T. Ashida Corporation Counsel

Katherine A. Garson Assistant Corporation Counsel

COUNTY OF HAWAI'I OFFICE OF THE CORPORATION COUNSEL

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January 30, 2009

The Honorable Ken Ito, Chair, and Members Committee on Water, Land and Ocean Resources Hawai'i State Capitol 415 South Beretania Street Honolulu, Hawai'i 96813

Dear Chair Ito and Members of the Committee:

Re: Testimony in Support of House Bill No. 951

Hearing: Monday, February 2, 2009, at 9:00 a.m.

Conference Room 325

The purpose of House Bill 951 is to relieve a landowner for any damage, injury, or harm to persons or property outside the boundaries of the landowner's land caused by naturally occurring land failures originating on unimproved land. We support House Bill 951 for several reasons. First, it clarifies the landowner's duties when naturally occurring land failures originates on unimproved land. Second, the County of Hawai'i ("County") has authority over substantial acreages of unimproved land and it is not always possible to provide signage that warns people of possible dangers. And, third, consequently, this protects our County, who owns or purchases unimproved land, from unnecessary and costly litigation.

If the committee is considering passage of this measure, the County would like to amend the definition "minor alterations" in Section 663-c(2). The definition should be amended to include "the installation or maintenance of fences, trails, pathways <u>or</u> drainage facilities."

The Honorable Ken Ito, Chair and Members Committee on Water, Land and Ocean Resources January 30, 2009 Page 2

Thank you for your consideration of our testimony.

Sincerely,

JOSEPH K. KAMELAMELA Deputy Corporation Counsel, Litigation Supervisor County of Hawai'i

JKK:fc

c via email only:

Kevin Dayton, Executive Assistant Warren Lee, Director of Public Works

Robert A. Fitzgerald, Director of Parks and Recreation

Bobby-Jean Leithead-Todd, Deputy Director of Environmental

Management

Daryn Arai, Acting Planning Director



WRITTEN TESTIMONY TO THE HOUSE COMMITTEE ON WATER, LAND, & OCEAN RESOURCES By

Kelly LaPorte, Outside Counsel for the Kamehameha Schools

Hearing Date: Monday, February 2, 2009 9:00 a.m., House Conference Room 325

Friday, January 30, 2009

TO: Representative Ken Ito, Chair

Representative Sharon E. Har, Vice Chair

Members of the Committee on Water, Land, & Ocean Resources

SUBJECT: Support of H.B. No. 951 – Relating to Landowner Liability for Natural Conditions.

My name is Kelly LaPorte, and I am outside counsel for the Kamehameha Schools. I am providing this testimony in support of H.B. No. 951 relating to landowner liability for natural conditions. This Bill codifies common law that protects State, County and private landowners who have not altered the natural condition of their land.

This Bill provides clarity with respect to liability from naturally occurring dangers, insulating up-slope landowners who have not altered the natural environment on their property, and is consistent with both common law and the Restatement of the Law of Torts. In two recent court cases involving a rockfall, *Onishi v. Vaughan*, and a massive mud and boulder slide, *Makaha Valley Towers v. Board of Water Supply*, after substantial litigation, the First Circuit Court in both instances acknowledged the applicability of this law when no artificial improvements have been constructed to create any additional risk. We have attached copies of the Hawai'i Revised Statute section that adopts common law, the treatises that restate this law, and the order in the *Onishi* case.

By codifying common law, this Bill provides certainty in Hawai'i law for natural conditions that exist on unaltered lands. Further, by expressly allowing minor improvements on land, it allows a reasonable use of natural land without triggering additional responsibilities. Expressly allowing minor improvements such as utility poles provides benefits to the community at large or, in the case of protective fences or warning signage, enhances safety. Importantly, the provision in this Bill that allows other, specified minor alterations of land, such as the *removal* of potentially dangerous natural conditions such as boulders or rocks, allows voluntary acts undertaken by either the landowner or owners of neighboring property without increasing the risk of liability.

Friday, January 30, 2009

Representative Ken Ito, Chair Representative Sharon E. Har, Vice Chair Members of the Committee on Water, Land, & Ocean Resources

This is essentially a Good Samaritan provision that will encourage cooperation in voluntarily undertaking such measures intended to enhance safety. In the absence of this provision, a landowner may be reluctant to remove or alter any natural condition or allow others to come onto the land to do the same for fear of losing protection afforded by the common law.

By expressly allowing minor alterations of the land, such as allowing recreational visitors like day hikers on a hiking path, this similarly promotes the reasonable use and enjoyment of natural land, without losing the protection of this law. The Hawai'i legislature has already deemed this an important public policy in its enactment of Chapter 520, which purpose is to "encourage owners of land to make land . . . available to the public for recreational purposes by limiting their liability towards person entering thereon for such purposes." This Bill is consistent with this purpose.

In the absence of this Bill, landowners who, to date, have kept their land in a natural condition will possess a disincentive to keep the land in its unaltered state because of potential liabilities. Instead, these landowners possess an incentive to either develop the land or sell it to third parties for development. To the extent that the State, Counties, and Public Land Trusts acquire unaltered land for preservation and conservation purposes, this Bill protects them. Passage of this Bill will promote sustainable communities by encouraging the retention of natural lands, while at the same time protecting consumers by fostering proper planning and consideration of appropriate safeguards. We have attached a table explaining the basis for each of the foregoing provisions and its practical application.

In sum, landowners – both private and government – should be insulated from liability from any damage as a result of the natural condition of the land as recognized by common law, and should be encouraged to allow limited, reasonable use of their natural lands and to voluntarily reduce risk of rockfalls without losing this protection. Kamehameha Schools respectfully requests that you pass this important Bill.

H.B. No. 951

Relating to landowner liability for natural conditions.

Benefits of statute

Provides certainty in the law regarding obligations for natural conditions that exist on unaltered land:

- Expressly allows minor improvements on land such as erecting utility pole and signs without triggering additional obligations.
- > Expressly provides exception for specific, minor alterations of land taken for preservation or prudent management of land.
- > Avoids unnecessary litigation with respect to passive landowners who do not alter natural state of land.
- > Protects consumers by fostering proper planning and consideration of safeguards in risk-creating activities outside the land.

Encourages sustainability of communities:

- > Encourages retention of natural land within developed areas.
 - o In the absence of statute, owners of natural land possess:
 - disincentive to retain land in natural state because of potential liabilities from naturally occurring land failures; and
 - incentive to either develop natural land or sell natural land to third parties for development.
- Allows modest recreational activities (walking, hiking) on natural land without creating additional obligations of landowner.

Encourages voluntary measures to reduce risks of naturally occurring land failures without triggering additional obligations.

Encourages prudent land management practices such as plantings and weed, brush, and tree removal without triggering liability.

Language	Basis for Provision	Practical Application
§663-B Land failure on unimproved land caused by natural condition; liability. A landowner shall not be liable for any damage, injury, or harm to persons or property outside the boundaries of such land caused by any naturally occurring land failure originating on unimproved land.	This codifies common law, which is adopted in Hawaii under HRS § 1-1, and is consistent with the Restatement (Second) of Torts § 363 as to "natural conditions," and expressly applies it to landowners.	Under this common law rule, if the landowner does not create any condition that creates a risk of harm to others outside the land caused by a naturally occurring land failure, the landowner has no affirmative duty to remedy conditions on the property of purely natural origin. The First Circuit Court recognized and applied this common law rule in 2005 in the Onishi lawsuit. This rule did not alter the outcome in that case, however, because the court held that the factual issue of whether artificial conditions (i.e., nonnatural conditions created by upslope City roadway, drainage culvert, or privately owned driveway that diverted water) caused the rockfall would have to be determined by a jury. Given these substantial alterations of the land in Onishi, the proposed statute would not have provided immunity to landowners because the land was improved (not "unimproved").
		This provision does <i>not</i> alter any obligations that a landowner may have to persons <i>on</i> that landowner's property, such as the State's duty to warn visitors to the Sacred Falls State Park that the First Circuit Court held was violated following the 1999 rockfall that killed and injured visitors to the public park.

This provides *clarity* and *certainty* in the application of the law by expressly providing that *minor improvements* placed on unimproved land that are not likely to increase the risk of naturally occurring land failures will not trigger an affirmative duty upon landowners to remedy conditions on the property of purely natural origin.

An owner of unimproved land may erect signage on the land that warns visitors of dangers that may exist on the land, or may provide easements to allow electrical or telephone companies to place utility poles that provide service to the public, without fear that doing so would trigger additional obligations to remediate any conditions unrelated to such improvements. In the absence of allowing for such minor improvements to be placed on natural land. landowners may refuse to install minor improvements that are intended to safeguard against dangers within the land. Further, this may restrict the availability of land needed by utilities to provide service to the public.

(2) Minor alterations undertaken for the preservation or prudent management of the unimproved land, including the installation or maintenance of fences, trails, or pathways; (3) Maintenance activities, including forest plantings and weed, brush, boulder, or tree removal; or

This similarly provides *clarity* and *certainty* in the application of the law by expressly providing that *minor alterations* undertaken on unimproved land for preservation or maintenance purposes will not trigger an affirmative duty upon landowners to remedy conditions on the property of purely natural origin.

An owner may make *minor* alterations to natural land, such as unpaved trails or paths or installing fences to protect a watershed area, that are used for management of the land, or allow visitors to traverse the land for recreational purposes such as hiking with minimal disturbance to the natural conditions, without losing protection of this law. This promotes the reasonable use of the land that is unlikely to create additional danger of land failures, and allows the visitation of natural land without creating additional liabilities.

(4) The removal or securing of rocks or boulders undertaken to reduce risk to downslope properties.	An owner of unimproved land may also volunteer to remove rocks or boulders that may pose a danger to others outside the land without triggering a duty to remedy all <i>other</i> conditions of purely natural origin, or allow downslope residents to do the same without creating additional duties owed to downslope residents. Essentially, this encourages Good Samaritan acts without increasing liability. In the absence of this provision, a landowner may be reluctant to undertake <i>any</i> minor alterations that are intended to reduce risk because of a fear of losing immunity under the common law rule.
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§ 1-1. Common law of the State; exceptions.

The common law of England, as ascertained by English and American decisions, is declared to be the common law of the State of Hawaii in all cases, except as otherwise expressly provided by the Constitution or laws of the United States, or by the laws of the State, or fixed by Hawaiian judicial precedent, or established by Hawaiian usage; provided that no person shall be subject to criminal proceedings except as provided by the written laws of the United States or of the State. [L 1892, c 57, § 5; am L 1903, c 32, § 2; RL 1925, § 1; RL 1935, § 1; RL 1945, § 1; RL 1955, § 1-1; HRS § 1-1]

PROSSER AND KEETON ON THE LAW OF TORTS

Fifth Edition

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HORNBOOK SERIES STUDENT EDITION



WEST PUBLISHING CO. ST. PAUL, MINN. 1984 be the misrepresentation as to the character of the property."

Natural Conditions

The one important limitation upon the responsibility of the possessor of land to those outside of his premises has been the traditional rule, of both the English and the American courts, that he is under no affirmative duty to remedy conditions of purely natural origin upon his land, although they may be highly dangerous or inconvenient to his neighbors.40 The origin of this, in both countries, lay in an early day when much land, in fact most, was unsettled or uncultivated, and the burden of inspecting it and putting it in safe condition would have been not only unduly onerous, but out of all proportion to any harm likely to result. Thus it has been held that the landowner is not lia-

- 39. See infra. 5 61.
- 48. Second Restatement of Torts, § 363. See Noel, Nuisances from Land in its Natural Condition, 1943, 56 Harv.L. Rev. 772; Goodhart, Liability for Things Naturally on the Land, 1930, 4 Camb.L.J. 13.
- 41. Roberts v. Harrison, 1897, 101 Ga. 773, 28 S.E. 996.
- 42. Pontardawe R. D. C. v. Moore-Gwynn, [1929] 1 Ch. 656. But see Sprecher v. Adamson Companies, 1981, 30 Cal.3d 358, 178 Cal.Rptr. 783, 636 P.2d 1121 (duty of due care to prevent landslide).
 - 42. See supra, note 25.
- 44. Giles v. Walker, 1890, 24 Q.B.D. 656 (thistles); cf. Salmon v. Delaware, L. & W. R. Co., 1875, 38 N.J.L. 5 (leaves); Langer v. Goode, 1911, 21 N.D. 462, 131 N.W. 258 (wild mustard).
- 46. Brady v. Warren, [1909] 2 Ir.Rep. 632; Stearn v. Prentice Bros., [1919] 1 K.B. 394; Seaboard Air Line Railroad Co. v. Richmond-Petersburg Turnpike Authority, 1961, 202 Va. 1029, 121 S.E.2d 499 (pigeons); Merriam v. McConnell, 1961, 31 Ill.App.2d 241, 175 N.E.2d 298 (box elder bugs). Nor, perhaps, for horses kept by a tenant. Blake v. Dunn Farms, Inc., 1980, Ind....., 413 N.E.2d 560. Contra, perhaps, for horses kept by an employee. See Misterek v. Washington Mineral Producta, Inc., 1975, 85 Wn.2d 166, 531 P.2d 805. Cf. Weber v. Madison, Iowa 1977, 251 N.W.2d 523 (geese); King v. Blue Mountain Forest Association, 1956, 100 N.H. 212, 123 A.2d 151 (wild Prussian boar, fourth or fifth generation from original imports).
- 46. See Keys v. Romley, 1966, 64 Cal.2d 396, 50 Cal. Rptr. 278, 412 P.2d 529; Mohr v. Gault, 1860, 10 Wis. 513; Livezey v. Schmidt, 1896, 96 Ky. 441, 29 S.W. 25.
- 47. Rocksfellow v. Rockwell City, Iowa 1974, 217 N.W.2d 248; Bailey v. Blacker, 1929, 267 Mass. 73, 165

ble for the existence of a foul swamp," for falling rocks, " for uncut weeds obstructing the view of motorists at an intersection, " for thistles growing on his land," for harm done by indigenous animals, " or for the normal, natural flow of surface water. Closely allied to this is the generally accepted holding that an abutting owner is under no duty to remove ice and snow which has fallen upon his own land or upon the highway."

On the other hand, if the occupier has himself altered the condition of the premises, as by erecting a structure which discharges water upon the sidewalk, setting up a parking lot upon which water will collect, weakening rocks by the construction of a highway, damming a stream so that it forms a malarial pond, planting a row of trees next to the highway, digging out part of a hill, or piling sand or plowing a field so that the

- N.E. 699; Moore v. Gadsden, 1881, 87 N.Y. 84. Ordinances requiring the property owner to remove snow and ice usually are construed to impose no duty to any private individual. See supra, § 36.
- 48. See Leahan v. Cochran, 1901, 178 Mass. 366, 60 N.E. 382; Tremblay v. Harmony Mills, 1902, 171 N.Y. 598, 64 N.E. 501; Updegraff v. City of Ottumwa, 1929, 210 Iowa 382, 226 N.W. 928. Note, 1937, 21 Minn.L. Rev. 708, 713; cf. Harris v. Thompson, Ky.1973, 497 S.W.2d 422 (broken water pipe caused ice on road). But see North Little Rock Transportation Co. v. Finkbeiner, 1967, 248 Ark. 596, 420 S.W.2d 874 (Finky not liable for water in street from sprinkler system).
- 49. Moore v. Standard Paint & Glass Co. of Pueblo, 1960, 145 Colo. 151, 358 P.2d 33. But see Williams v. United States, E.D.Pa.1981, 507 F.Supp. 121 (no liability, under "hills and ridges" doctrine, for slippery sheet of ice with no ridges or elevations in parking lot).
- 50. McCarthy v. Ference, 1948, 358 Pa. 485, 58 A.2d 49.
- 51. Mills v. Hall, N.Y.1832, 9 Wend. 315; Towaliga Falls Power Co. v. Sims, 1909, 6 Ga.App. 749, 65 S.E. 844. Cf. Andrews v. Andrews, 1955, 242 N.C. 382, 88 S.E.2d 88 (artificial pond collecting wild geese, which destroyed plaintiff's crops).
- 52. Coates v. Chinn, 1958, 51 Cal.2d 304, 332 P.2d 289 (cultivated trees). Accord, Wisher v. Fowler, 1970, 7 Cal.App.3d 225, 86 Cal.Rptr. 582 (maintaining hedge). Cf. Crowhurst v. Amersham Burial Board, 1878, 4 Exch.Div. 5, 48 L.J.Ex. 109 (planting poisonous trees near boundary line). But there may be no liability for merely failing to cut weeds. See supra, note 25.
- Fabbri v. Regis Forcier, Inc., 1975, 114 R.I. 207, 330 A.2d 807.

RESTATEMENT OF THE LAW Second

TORTS 2d

Volume 2 §§ 281-503

As Adopted and Promulgated

BY

THE AMERICAN LAW INSTITUTE

AT WASHINGTON, D. C.

May 25, 1963 and May 22, 1964

st. paul, minn.

American Law Institute Publishers

1965

§ 363. Natural Conditions

- (1) Except as stated in Subsection (2), neither a possessor of land, nor a vendor, lessor, or other transferor, is liable for physical harm caused to others outside of the land by a natural condition of the land.
- (2) A possessor of land in an urban area is subject to liability to persons using a public highway for physical harm resulting from his failure to exercise reasonable care to prevent an unreasonable risk of harm arising from the condition of trees on the land near the highway.

See Reporter's Notes.

Caveat:

The Institute expresses no opinion as to whether the rule stated in Subsection (2) may not apply to the possessor of land in a rural area.

Comment:

- a. The rule stated in Subsection (1) applies although the possessor, vendor, or lessor recognizes or should recognize that the natural condition involves a risk of physical harm to persons outside the land. Except under the circumstances in Subsection (2) of this Section, this is true although there is a strong probability that the natural condition will cause serious harm and the labor or expense necessary to make the condition reasonably safe is slight.
- b. Meaning of "natural condition of land." "Natural condition of the land" is used to indicate that the condition of land has not been changed by any act of a human being, whether the possessor or any of his predecessors in possession, or a third person dealing with the land either with or without the consent of the then possessor. It is also used to include the natural growth of trees, weeds, and other vegetation upon land not artificially made receptive to them. On the other hand, a structure erected upon land is a non-natural or artificial condition, as are trees or plants planted or preserved, and changes in the surface by excavation or filling, irrespective of whether they are harmful in themselves or become so only because of the subsequent operation of natural forces.
- c. Privilege of public authorities to remove danger. The fact that a possessor of land is not subject to liability for natural

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IN THE CIRCLES COURT OF THE FIRST CIRCLES

STATE OF HAWAR

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TRIAL DATE ANY 31, 3500

ORDER CRANTING IN PART AND
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ORDER GRANTING IN PART AND DENYING IN PART DEFENDANT VANCE N. VAUGHAN, SUCCESSOR TRUSTEE OF THE VANCE VAUGHAN REVOCABLE TRUST'S CROSS MOTION FOR SUMMARY JUDGMENT FILED ON JULY 28, 2005, AND VANCE N. VAUGHAN AND KERRY N. VAUGHAN'S SUBSTANTIVE JOINDER FILED ON JULY 28, 2005

On July 20, 2005 Defendant Vance N. Vaughan, Successor Trustee of the Vance Vaughan Revocable Trust filed a Cross Motion For Summary Judgment. Vance N. Vaughan, Individually, and Kerry N. Vaughan filed a Substantive Joinder to the Cross Motion for Summary Judgment on July 28, 2005. Said motion came on for hearing, before the Honorable Karen S.S. Ahn on August 8, 2005 at 10:00 a.m. At that hearing, Plaintiffs were represented by Wesley W. Ichida, Esq., and Ann C. Kerup, Esq., Defendant Hiroko Vaughan was represented by Michael J. McGuigan, Esq., Defendant Hawaii Castle Corporation was represented by Brad S. Petrus, Esq., Defendant City and County of Honolulu was represented by Derek Mayeshiro, Esq., Defendants Vance N. Vaughan, Individually, and Kerry Vaughan were represented by Steve K. Hisaka, Esq., and Defendant Vance N. Vaughan, Successor Trustee of the Vance Vaughan Revocable Trust, was represented by Amanda J. Weston, Esq. The Court reviewed all memoranda and affidavits submitted, heard the arguments of counsel and took the motion under advisement. Being fully advised in the snapter,

Trustee of the Vance Vaughan Revocable Trust, Cross Motion For Summary Judgment filed on July 20, 2005, and Subspantive Joinder is granted in part and denied in part as follows. The Court holds that under the common law as adopted in the State of Hawaii and as reflected in the Restatement 2d, Torus:

 A real property owner owea no duty with respect to natural conditions on his property;

Under the common law as adopted in the State of Hawaii and as reflected in the Restatement 2d, Torts: 1) A real property owner owes no duty with respect to natural conditions on his property;

 However, a real property owner does owe a duty to exercise reasonable care with respect to non-natural or artificial conditions on his property.

The Court finds that a genuine issue of material fact exists as to the existence of nonexistence of an artificial condition which proximately caused the injuries of which Plaintiffs complain.

DATED:

Honolulu, Hawai'i,

DEC 2 3 2005.

JUDGE OF THE ABOVE-ENTITLED COURT

APPROVED AS TO FORM:

JOHN.M. PRICE, ESQ.
AMANDA J. WESTON, ESQ.
Attorney for Defendant
VANCE N. VAUGHAN, SUCCESSOR
TRUSTEE OF THE VANCE VAUGHAN
REVOCABLE TRUST

CARRIES OKINAGA, ESQ.
DEREK T. MAYESHIRO, ESQ.
Attorneys for Defendant
CITY AND COUNTY/OF HONOLULU

BRAD S. PETRUS, ESQ.
Attorney for Defendant
HAWAII CASTLE CORPORATION

2) However, a real property owner owes a duty to exercise reasonable care with respect to non-natural or artificial conditions on his property.

TESTIMONY OF ROBERT TOYOFUKU ON BEHALF OF THE HAWAII ASSOCIATION FOR JUSTICE (HAJ) formerly known as the CONSUMER LAWYERS OF HAWAII (CLH) IN OPPOSITION TO H.B. NO. 951, RELATING TO LANDOWNER LIABILITY

February 2, 2009

To: Chairman Ken Ito and Members of the House Committee on Water, Land, & Ocean Resources:

My name is Bob Toyofuku and I am testifying on behalf of the Hawaii Association for Justice (HAJ) formerly known as Consumer Lawyers of Hawaii in opposition to H.B. No. 951.

The purpose of this bill is to provide all public and private landowners with absolute immunity from any injury to person or property caused by any land failure on unimproved land if a natural condition causes the "land failure".

The preamble to the substantive provisions of the bill states that public and private landowners lack sufficient resources to protect society against every risk and to provide compensation for every injury caused by natural hazards. Public and private landowners are liable only when they have a duty to any third person who may be injured. That duty is to follow a standard of care that a reasonable person must use under the circumstances to prevent harm to others. This is the essence of the concept of negligence in tort law. In other words, the public and private landowner must not act in a negligent manner. There is no legal obligation that a landowner protects against every risk or be liable for every injury.

A major flaw with this bill is that gives immunity for conditions that can and should be remedied to avoid reasonably preventable injury or death to innocent citizens.

HAJ has always maintained that proponents of an immunity bill should at least

provide the legislature with the data that clearly indicates the number and type of lawsuits that have been filed against public and private landowners of unimproved lands for personal injuries or property damage that have occurred on such unimproved land due to natural conditions, any resulting judgment against the landowner, and the circumstances under which the landowner was found to be negligent. The state already has substantial protection from liability in connection with natural conditions on unimproved lands under Act 82. We have always maintained that the legislature should have all of the facts and data before a major shift in public policy is made. This bill is not in the public interest and would be creating bad public policy.

Thank you for the opportunity to testify on this bill. HAJ respectfully requests that this bill be held in committee.