

GOV. MSG. NO. 1314

EXECUTIVE CHAMBERS

NEIL ABERCROMBIE GOVERNOR

July 8, 2011

The Honorable Shan Tsutsui, President and Members of the Senate Twenty-Sixth State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813 The Honorable Calvin Say, Speaker and Members of the House Twenty-Sixth State Legislature State Capitol, Room 431 Honolulu, Hawaii 96813

Dear President Tsutsui, Speaker Say and Members of the Legislature:

This is to inform you that on July 8, 2011, the following bill was signed into law:

HB389 HD3 SD2

RELATING TO LAND USE Act 210 (11)

NEIL ABERCROMBIE Governor, State of Hawaii

ORIGINAL

Approved by the Governor

JUL 8 2011

on _

HOUSE OF REPRESENTATIVES TWENTY-SIXTH LEGISLATURE, 2011 STATE OF HAWAII ACT 210 H.B. NO. ³⁸⁹ ^{H.D. 3} S.D. 2

A BILL FOR AN ACT

RELATING TO LAND USE.

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

SECTION 1. The legislature finds that there is an area in 1 the Heeia ahupua'a, which is located in Koolaupoko, Oahu, in 2 close proximity to the Heeia fishpond that is commonly known as 3 the "Heeia wetlands". The Heeia wetlands, consisting of 4 approximately four hundred five acres, were acquired by the 5 Hawaii community development authority on July 2, 1991, by 6 7 assuming the buyer's position in an existing purchase agreement 8 and folding it into an exchange agreement with Kamehameha This transaction provided Kamehameha Schools with what 9 Schools. is now the makai gateway park and the parcel of land commonly 10 known as the "Honolulu Ford parcel" in addition to \$11,667,917 11 in public facility credits in exchange for the Heeia wetlands. 12

Approximately eighty acres adjacent to the Heeia wetlands were added into the acquisition and subsequently reconveyed to Kamehameha Schools in 1994, in accordance with the terms of the original exchange agreement, when the Hawaii housing finance and development corporation declined to use it for the development of affordable housing. This eighty-acre parcel is not included HB389 SD2 LRB 11-3117.doc

Page 2

H.B. NO. ³⁸⁹ H.D. 3 S.D. 2

1 in the new Heeia community development district. Kakoo Oiwi, a 2 Hawaii nonprofit corporation, approached the Hawaii community 3 development authority to request a long-term lease to restore 4 the wetlands, eliminate invasive species, and establish an 5 agricultural and educational center that will contribute to the 6 community at large. A thirty-eight year lease was granted to 7 Kakoo Oiwi in March 2010 for these purposes. The purpose of this Act is to establish the Heeia community 8 9 development district to develop culturally appropriate 10 agriculture, education, and natural-resource restoration and management of the Heeia wetlands. 11 12 SECTION 2. Chapter 206E, Hawaii Revised Statutes, is 13 amended by adding a new part to be appropriately designated and to read as follows: 14 HEEIA COMMUNITY DEVELOPMENT DISTRICT 15 "PART 16 §206E-Definitions. As used in this part: "District" means the Heeia community development district. 17 18 "Fund" means the Heeia community development revolving fund. 19 District established; boundaries. (a) 20 §206E-The Heeia 21 community development district is hereby established. The 22 district shall include that area within the boundaries described HB389 SD2 LRB 11-3117.doc

H.B. NO. ³⁸⁹ H.D. 3 S.D. 2

1 as follows: the southern boundary begins at the southern property line of tax map key number (1) 4-6-16:001 and runs west 2 3 to Kahekili highway and east to Kamehameha highway. The 4 northern boundary begins at the northern property line of tax map key number (1) 4-6-16:001 and runs west to Kahekili highway 5 6 and east to Kamehameha highway. The tax map key numbers are (1) 7 4-6-16:001 and (1) 4-6-16:002 (owned by the authority), and (1) 8 4-6-16:004, :011, :012, and :017 (owned by various owners of 9 kuleana parcels).

10 The authority shall serve as the local redevelopment (b) 11 authority of the district to facilitate culturally appropriate 12 agriculture, education, and natural-resource restoration and 13 management of the Heeia wetlands, in alignment with the Honolulu 14 board of water supply's most current "Koolau Poko Watershed 15 Management Plan" and the city and county of Honolulu's most 16 current "Koolaupoko Sustainable Communities Plan". In addition 17 to any other of its duties under this chapter, the authority 18 shall:

19 (1) Consult with the following persons and entities:
20 (A) Recorded landowners in the district;
21 (B) Recorded landowners in section 6 of zone 4 of the

first tax map key division;

HB389 SD2 LRB 11-3117.doc

22

1		(C) Koolaupoko Hawaiian Civic Club;
2		(D) Kailua neighborhood board;
3		(E) Kahaluu neighborhood board; and
4		(F) Kaneohe neighborhood board,
5		to implement activities related to and supportive of
6		cultural practices, agriculture, education, and
7		natural-resource restoration and management;
8	(2)	Assist land users to manage their properties and
9		implement activities related to and supportive of
10		cultural practices, agriculture, education, and
11		natural-resource restoration and management;
12	(3)	Work with federal, state, county, and other agencies
13		to ensure that infrastructural support is provided for
14		the district;
15	(4)	Develop the infrastructure necessary to support the
16		implementation of the Heeia community development
17		district master plan; and
18	(5)	Provide, to the extent feasible, maximum opportunity
19	•	for the restoration and implementation of sustainable,
20		culturally appropriate, biologically responsible, or
21		agriculturally beneficial enterprises.



H.B. NO. ³⁸⁹ H.D. 3 S.D. 2

1 (C)Three additional voting members shall, except as 2 otherwise provided in this subsection, be appointed to the 3 authority by the governor pursuant to section 26-34 to represent 4 the district. These three members shall be considered in 5 determining quorum and majority only on issues relating to the 6 district and may vote only on issues related to the district. The three members shall be residents of the district or the 7 8 Koolaupoko district which consists of sections 1 through 9 of zone 4 of the first tax map key division. 9 10 Heeia community development district; policies to §206Eguide development. The following general policies to guide 11 12 development shall govern the authority's actions in the 13 district: 14 (1)Development shall be in accordance with the Heeia master plan, except as it conflicts with the Hawaii 15 16 State Constitution and the Hawaii Revised Statutes; (2)With the approval of the governor, and in accordance 17 with law, the authority, upon the concurrence of a 18 19 majority of its voting members, may modify and make 20 changes to the Heeia master plan to respond to 21 changing conditions; provided that prior to amending 22 the Heeia master plan, the authority shall conduct a

HB389 SD2 LRB 11-3117.doc

1		public meeting pursuant to chapter 92 to inform the
2		public of the proposed changes and receive public
3		input;
4	(3)	The authority shall provide, to the extent feasible,
5		maximum opportunity for the restoration and
6		implementation of sustainable, culturally appropriate,
7		biologically responsible, or agriculturally beneficial
8	•	enterprises;
9	(4)	The authority may engage in planning, design, and
10		construction activities within and outside the
11		district; provided that activities outside the
12		district shall relate to infrastructural development,
13		area-wide drainage improvements and sediment transport
14		mitigation, roadway realignments and improvements, and
15		other activities the authority deems necessary to
16		carry out redevelopment of the district and implement
17		this part. Studies or coordinating activities may be
18		undertaken by the authority in conjunction with the
19		county and appropriate federal and state agencies and
20		may address infrastructural systems, natural-resource
21		systems, and other activities;



1	(5)	Planning, replanning, rehabilitation, development,
2		redevelopment, and other preparations for the
3		restoration of cultural practices, education, natural
4		resources, and agriculture related activities shall be
5	4	pursued;
6	(6)	Hawaiian archaeological, historic, and cultural sites
7	N	shall be preserved and protected to the extent
8		feasible while allowing for continued use of the
9		property for cultural activities, education,
10	• • • • • • • • • • • • • • • • • • •	agricultural and economic pursuits, and natural-
11		resource restoration;
12	(7)	Endangered species of flora and fauna shall be
13		preserved and protected to the extent feasible;
14	(8)	Land use and redevelopment activities within the
15	•	district shall be coordinated with and, to the extent
16		possible, complement existing county and state
17		policies, plans, and programs affecting the district;
18	(9)	Public facilities within the district shall be
19		planned, located, and developed to support the
20		redevelopment policies established by this part for
21		the district, the master plan approved by the

11-3117.doc HB389 SD2 LRB

Page 8

1		governor, and rules adopted pursuant to this chapter;
2		and
3	(10)	Special management area permit administration for the
4		district shall continue to be under the authority of
5		the city and county of Honolulu.
6	§206	E- Heeia community development revolving fund. (a)
.7	There is	established in the state treasury the Heeia community
8	developme	nt revolving fund, into which shall be deposited:
9	(1)	All revenues, income, and receipts of the authority
10		for the district, notwithstanding any other law to the
11	•	contrary, including section 206E-16;
12	(2)	Moneys directed, allocated, or disbursed to the
13		district from government agencies or private
14		individuals or organizations, including grants, gifts,
15		awards, donations, and assessments of landowners for
16		costs to administer and operate the district; and
17	(3)	Moneys appropriated to the fund by the legislature.
18	(b)	Moneys in the fund shall be used only for the purposes
19	of this p	art.
20	(c)	Investment earnings credited to the assets of the fund
21	shall bec	ome part of the fund.



H.B. NO. ³⁸⁹ H.D. 3 S.D. 2

1 §206E- Rules; adoption. The authority shall adopt rules
2 in accordance with chapter 91 to carry out the purposes of this
3 part."

4 SECTION 3. This Act shall take effect upon its approval.

APPROVED this ⁸ day of JUL , 2011

GOVERNOR OF THE STATE OF HAWAII

