STAND. COM. REP. NO. 402

Honolulu, Hawaii

FEB 1 8 2011

RE: S.B. No. 2 S.D. 1

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2011 State of Hawaii

Sir:

Your Committee on Water, Land, and Housing, to which was referred S.B. No. 2 entitled:

"A BILL FOR AN ACT RELATING TO THE PUBLIC LAND,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Require the Department of Land and Natural Resources to initiate and coordinate all efforts to establish a public land trust information system, and to complete an operational public land trust information system by December 31, 2012;
- (2) Require the Department of Land and Natural Resources to identify all of the lands that are to be included in the public land trust inventory, determine whether certain information about each parcel of land would be useful, and investigate the most appropriate means of establishing and maintaining the public land trust information system;
- (3) Require the Department of Land and Natural Resources to estimate costs associated with the public land trust information system and identify sources of information that can be used with the public land trust information system; and

(4) Require all state and county agencies to assist the Department of Land and Natural Resources in establishing the public land trust information system.

Your Committee received testimony in support of this measure from the Association of Hawaiian Civic Clubs. Your Committee received testimony in opposition to this measure from the Department of Land and Natural Resources. Your Committee received comments on this measure from the Office of Hawaiian Affairs.

Your Committee finds that a complete, accurate inventory of public lands is critical. The Legislature has a constitutional obligation to clarify the amount of revenues derived from the public land trust that should be annually transferred to the Office of Hawaiian Affairs. The State has a fiduciary obligation to native Hawaiian beneficiaries of the public land trust. Your Committee finds that this measure is necessary to address those fiduciary and constitutional obligations.

Your Committee understands the concerns of the Department of Land and Natural Resources. At the public hearing on this measure, the Department of Land and Natural Resources shared those concerns. The Department indicated that it could not meet the statutory mandate in the measure that calls for three separate, overlapping inventories of public lands. The Department did indicate, however, that the inventory could be completed if it focused on lands to which state agencies held title and that a mandatory reporting requirement for state agencies holding title to public lands, ceded lands, or both, and a parallel tracking system could achieve the desired results.

As a result of this testimony, your Committee has amended this measure by:

- (1) Requiring that the information system consist of a complete and accurate inventory of all lands in the public land trust to which state agencies hold title or over which they maintain management control, instead of overlapping inventories as provided in the original measure;
- (2) Requiring all state agencies to report to the Department of Land and Natural Resources each parcel of land that is within the public land trust, or is ceded lands, or is both, to which it holds title; the disposition of any

parcels of land into or out of the reporting agency's public land trust lands; and any inaccurate information in its reports regarding the title to or disposition of public land trust lands;

- (3) Appropriating \$300,000 to the Department for the establishment and maintenance of the statewide public land trust inventory database and related staffing needs; and
- (4) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Water, Land, and Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Water, Land, and Housing,

DONOVAN M. DELA CRUZ, Cha

The Senate Twenty-Sixth Legislature State of Hawaiʻi

Record of Votes Committee on Water, Land, and Housing WLH

Bill / Resolution No.:*	Committee Referral:		Date:			
SB 2	WLH	WLH, WAM		2-10-11		
The committee is reconsidering its previous decision on this measure.						
If so, then the previous decision was to:						
The Recommendation is:						
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313						
Members		Aye	Aye (W	R)	Nay	Excused
DELA CRUZ, Donovan M. (C)						
SOLOMON, Malama (VC)						
FUKUNAGA, Carol						1
RYAN, Pohai					1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	
SHIMABUKURO, Maile						1
TOKUDA, Jill N.						
SLOM, Sam	Similar Control of the Control of th	**************************************	San Maria		saaliskaliin myy	
					######################################	
	<u> </u>					
	of hith thinks the state of the	- Tail of the control		Total La Com	Similaritan yan yang kacaman.	D. C. Le F.H. der Greet van Su, von
TOTAL		5				2
Recommendation:						
Adopted Not Adopted						
Chair's or Designed's Signature:						
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy						

*Only one measure per Record of Votes