

# GOV. MSG. NO. 1385

### EXECUTIVE CHAMBERS HONOLULU

NEIL ABERCROMBIE GOVERNOR

July 06, 2012

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 06, 2012, the following bill was signed into law:

HB2398 HD2 SD1

RELATING TO LAND USE. Act 282 (12)

NEIL ABERCROMBIE Governor, State of Hawaii

### **ORIGINAL**

Approved by the Governor
JUL 6 2012
on \_\_\_\_\_\_
HOUSE OF REPRESENTATIVES
TWENTY-SIXTH LEGISLATURE, 2012
STATE OF HAWAII

ACT 282
H.B. NO. 2398
H.D. 2
S.D. 1

# A BILL FOR AN ACT

RELATING TO LAND USE.

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

1	PART I
2	SECTION 1. (a) The division of boating and ocean
3	recreation is directed to transfer the development rights of the
4	parcels of land identified by tax map keys (3)7-4-08:03 and
5	(3)7-4-08:41 to the public land development corporation, and the
6	land division is directed to transfer the development rights of
7	the parcel of land identified by tax map key (3)7-4-08:71 to the
8	public land development corporation; provided that the division
9	of boating and ocean recreation and the land division shall
10	continue to execute their respective responsibilities relating
11	to negotiating or executing a contract for any request for
12	proposal or managing any existing contract until the public land
13	development corporation is able to assume the negotiating,
14	oversight, and management responsibilities relating to the
15	existing contract or request for proposal, as the case may be,
16	or until June 30, 2013, whichever occurs first.

1 The public land development corporation shall 2 coordinate the development of the land pursuant to chapter 171C. 3 Hawaii Revised Statutes. PART II 5 SECTION 2. Section 171-2, Hawaii Revised Statutes, is 6 amended to read as follows: "\$171-2 Definition of public lands. "Public lands" means 8 all lands or interest therein in the State classed as government 9 or crown lands previous to August 15, 1895, or acquired or 10 reserved by the government upon or subsequent to that date by 11 purchase, exchange, escheat, or the exercise of the right of 12 eminent domain, or in any other manner; including accreted lands 13 not otherwise awarded, submerged lands, and lands beneath tidal 14 waters which are suitable for reclamation, together with 15 reclaimed lands which have been given the status of public lands 16 under this chapter, except: 17 (1) Lands designated in section 203 of the Hawaiian Homes 18 Commission Act, 1920, as amended; 19 Lands set aside pursuant to law for the use of the

Lands being used for roads and streets;

2012-1982 HB2398 SD1 SMA.doc

(3)

United States:

20

21

1	(4)	Lands to which the United States relinquished the
2		absolute fee and ownership under section 91 of the
3		Hawaiian Organic Act prior to the admission of Hawaii
4		as a state of the United States unless subsequently
5		placed under the control of the board of land and
6		natural resources and given the status of public lands
7		in accordance with the state constitution, the
8		Hawaiian Homes Commission Act, 1920, as amended, or
9		other laws;
10	(5)	Lands to which the University of Hawaii holds title;
11	(6)	Lands to which the Hawaii housing finance and
12		development corporation in its corporate capacity
13		holds title;
14	(7)	Lands to which the Hawaii community development
15		authority in its corporate capacity holds title;
16	(8)	Lands to which the department of agriculture holds
17		title by way of foreclosure, voluntary surrender, or
18		otherwise, to recover moneys loaned or to recover
19		debts otherwise owed the department under chapter 167;
20	(9)	Lands which are set aside by the governor to the Aloha
21		Tower development corporation; lands leased to the
22		Aloha Tower development corporation by any department

1		or agency of the State; or lands to which the Aloha
2		Tower development corporation holds title in its
3		corporate capacity;
4	(10)	Lands which are set aside by the governor to the
5		agribusiness development corporation; lands leased to
6		the agribusiness development corporation by any
7		department or agency of the State; or lands to which
8		the agribusiness development corporation in its
9		corporate capacity holds title; [and]
10	(11)	Lands to which the high technology development
11		corporation in its corporate capacity holds title[-];
12		and
13	(12)	Lands which are set aside by the governor to the
14		public land development corporation; lands leased to
15		the public land development corporation by any
16		department or agency of the State; or lands to which
17		the public land development corporation holds title in
18		its corporate capacity."
19	SECT	ION 3. Section 171-64.7, Hawaii Revised Statutes, is
20	amended by	y amending subsection (a) to read as follows:
21	"(a)	This section applies to all lands or interest therein
22	owned or u	under the control of state departments and agencies
	2012-1982	HB2398 SD1 SMA.doc

- 1 classed as government or crown lands previous to August 15,
  2 1895, or acquired or reserved by the government upon or
- 3 subsequent to that date by purchase, exchange, escheat, or the
- 4 exercise of the right of eminent domain, or any other manner,
- 5 including accreted lands not otherwise awarded, submerged lands,
- 6 and lands beneath tidal waters which are suitable for
- 7 reclamation, together with reclaimed lands which have been given
- 8 the status of public lands under this chapter, including:
- 9 (1) Land set aside pursuant to law for the use of the United States;
- 12 Land to which the United States relinquished the
  12 absolute fee and ownership under section 91 of the
  13 Organic Act prior to the admission of Hawaii as a
  14 state of the United States;
- 15 (3) Land to which the University of Hawaii holds title;
- 16 (4) Land to which the Hawaii housing finance and
  17 development corporation in its corporate capacity
  18 holds title;
- 19 (5) Land to which the department of agriculture holds
  20 title by way of foreclosure, voluntary surrender, or
  21 otherwise, to recover moneys loaned or to recover
  22 debts otherwise owed the department under chapter 167;

I	(6)	Land that is set aside by the governor to the Aloha		
2		Tower development corporation; or land to which the		
3		Aloha Tower development corporation holds title in its		
4		corporate capacity;		
5	(7)	Land that is set aside by the governor to the		
6		agribusiness development corporation; or land to which		
7		the agribusiness development corporation in its		
8		corporate capacity holds title; [and]		
9	(8)	Land to which the high technology development		
10		corporation in its corporate capacity holds title[-];		
11		<u>and</u>		
12	(9)	Land that is set aside by the governor to the public		
13		land development corporation or land to which the		
14		public land development corporation holds title in its		
15		corporate capacity."		
16		PART III		
17	SECT	ION 4. Chapter 171C, Hawaii Revised Statutes, is		
18	amended by	y adding a new section to be appropriately designated		
19	and to rea	ad as follows:		
20	" <u>§</u> 17:	1C- Stadium facilities special fund. (a) There is		
21	establishe	ed a stadium facilities special fund into which shall		
22	be deposit	ted all proceeds from leases, permits, interest income		
	2012-1982 HB2398 SD1 SMA.doc			

1	generated	from Aloha Stadium lands and facilities, and other	
2	revenue g	enerated from the non-permanent disposition of Aloha	
3	Stadium 1	ands and facilities under this chapter, less the	
4	following:		
5	(1)	The principal and interest on bonds issued pursuant to	
6		this chapter for projects on Aloha Stadium lands or	
7		utilizing Aloha Stadium facilities;	
8	(2)	The cost of administering, operating, and maintaining	
9		projects on Aloha Stadium lands or utilizing Aloha	
10		Stadium facilities, not to exceed fifteen per cent of	
11		the sums collected, net of principal and interest	
12		payments on bonds; and	
13	(3)	Other sums that may be necessary for the issuance of	
14		bonds under this chapter.	
15	(d)	The stadium facilities special fund shall be	
16	administe	red by the stadium authority. Except as otherwise	
17	provided,	all moneys in the stadium facilities special fund	
18	shall be	used exclusively for stadium purposes."	
19	SECT	ION 5. Section 171C-2, Hawaii Revised Statutes, is	
20	amended by amending the definition of "development rights" to		
21	read as fo	ollows:	

1 ""Development rights" means all of the rights related to 2 the development of a property including but not limited to the rights permitted under an ordinance or law relating to permitted 3 4 uses of a property, the density or intensity of use, and the 5 maximum height and size of improvements thereon." 6 SECTION 6. Section 171C-6, Hawaii Revised Statutes, is 7 amended by amending subsection (d) to read as follows: 8 Notwithstanding any provision of this chapter to the 9 contrary, when leasing corporation-controlled [public] land, the 10 corporation may contract with a financial institution chartered 11 under chapter 412 or a federal financial institution, as defined 12 under section 412:1-109, that transacts business in this State 13 or any state or county agency to provide lease management 14 services. For the purposes of this subsection, "lease management services" includes the collection of lease rent and 15 any other moneys owed to the corporation related to the lease of 16 17 [public] land under the corporation's control." SECTION 7. Section 171C-17, Hawaii Revised Statutes, is 18 19 amended by amending subsection (a) to read as follows: 20 There is established the Hawaii public land "(a) development revolving fund, to which shall be credited any state 21

appropriations to the fund, any sums collected as a result of

2012-1982 HB2398 SD1 SMA.doc

22

- 1 bonds issued pursuant to this chapter, any revenues generated
- 2 from the facilities, except as provided in section 171C- , or
- 3 other moneys made available to the fund, to be expended as
- 4 directed by the corporation."
- 5 PART IV
- 6 SECTION 8. Statutory material to be repealed is bracketed
- 7 and stricken. New statutory material is underscored.
- 8 SECTION 9. This Act shall take effect upon its approval.

APPROVED this 6 day of JUL , 2012

GOVERNOR OF THE STATE OF HAWAII