A BILL FOR AN ACT

RELATING TO COASTAL ZONE MANAGEMENT.

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

1	PAR'I' I
2	SECTION 1. The legislature finds that the acceleration of
3	state capital improvement and other projects is necessary to
4	maintain the State's economic recovery.
5	The purpose of this Act is to expedite special management
6	area permit applications for state projects and shoreline
7	setback variance applications for state structures and
8	activities by temporarily making the office of planning
9	responsible for the issuance of such permits and variances.
10	SECTION 2. Chapter 205A, Hawaii Revised Statutes, is
11	amended by adding a new section to part II to be appropriately
12	designated and to read as follows:
13	"§205A- Special management area permits for state
14	projects. (a) For state projects, the lead agency shall grant
15	or deny special management area permits in accordance with rules
16	adopted pursuant chapter 91. The rules shall be consistent with
17	this chapter.

1	(d)	With respect to a special management area use or minor
2	permit, t	he following deadlines shall apply:
3	(1)	The lead agency, within ten calendar days from receipt
4		of a request from a state agency, shall determine
5		whether:
6		(A) A use, activity, or operation proposed by the
7		state agency is not a development requiring a
8		special management area use or minor permit; or
9		(B) A development proposed by the state agency is
10		exempt from the need for a special management
11		area use or minor permit;
12	(2)	The lead agency shall grant or deny a special
13		management area use permit for a state project within
14		forty-five calendar days from receipt of a completed
15		application for the permit; and
16	(3)	The lead agency shall grant or deny a special
17		management area minor permit for a state project
18		within thirty calendar days from receipt of a
19	•	completed application for the permit.
20	<u>(c)</u>	If the lead agency does not take action within the
21	deadline	set by subsection (b)(1), (2), or (3), then on the

1	first day	following the expiration of the deadline, the lead
2	agency sh	all be deemed to have:
3	. (1)	Determined that the use, activity, or operation is not
4		a development;
5	(2)	Exempted the development from the need for a special
6		management area use or minor permit; or
7	(3)	Granted the special management area use or minor
8		permit without conditions.
9	<u>(d)</u>	The lead agency may hold a public hearing on the
10	applicati	on for a special management area use or minor permit
11	for a sta	te project in the county in which the state project is
12	located.	The lead agency shall provide notice of the public
13	hearing i	n accordance with section 1-28.5 at least ten calendar
14	days befo	re any hearing held pursuant to this subsection.
15	<u>(e)</u>	The lead agency shall provide notice of a special
16	managemen	t area use or minor permit application for a state
17	project t	o individuals whose property rights, as determined by
18	the lead	agency in its sole discretion, may be affected by the
19	state pro	ject.
20	The	lead agency shall provide notice of special management
21	area use	or minor permit applications for state projects and
22	public he	arings on the applications to persons who have

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1 requested in writing to be notified of the applications and 2 public hearings. 3 The lead agency may require a state agency to pay an (f) 4 application fee for a special management area permit. 5 (g) Chapter 91 shall not apply to the lead agency when 6 granting or denying a special management permit, exempting a 7 state project from obtaining a special management area permit, 8 or determining that a use, activity, or operation is not a 9 development requiring a special management area permit. Such an 10 action by the lead agency shall be final; provided that the lead 11 agency may establish a process for reconsideration of its 12 action." 13 SECTION 3. Section 205A-3, Hawaii Revised Statutes, is 14 amended to read as follows: 15 "§205A-3 Lead agency. The lead agency shall: 16 (1) Receive, disburse, use, expend, and account for all **17** funds that are made available by the United States and the State for the coastal zone management program; 18 19 (2) Provide support and assistance in the administration

of the coastal zone management program;

1	(3)	Review federal programs, federal permits, federal
2		licenses, and federal development proposals for
3		consistency with the coastal zone management program;
4	(4)	Consult with the counties and the public in preparing
5		guidelines to further specify and clarify the
6		objectives and policies of this chapter to be
7		submitted twenty days prior to the convening of any
8		regular session of the legislature for review,
9		modification, or enactment by the legislature;
10	(5)	Conduct a continuing review of the administration of
11		the coastal zone management program and of the
12		compliance of state and county agencies with the
13		objectives and policies of this chapter;
14	(6)	Facilitate public participation in the coastal zone
15		management program, including the maintenance of a
16		public advisory body to identify coastal management
17		problems and to provide policy advice and assistance
18		to the lead agency;
19	(7)	Prepare and periodically update a plan for use of
20		coastal zone management funds to resolve coastal
21		problems and issues that are not adequately addressed
22		by existing laws and rules;

1	(8)	Advocate agency compliance with this chapter [205A];
2	(9)	Monitor the coastal zone management-related
3		enforcement activities of the state and county
4	agencies responsible for the administration of the	
5		objectives and policies of this chapter;
6	(10)	Prepare an annual report to the governor and the
7		legislature which shall include recommendations for
8		enactment of any legislation necessary to require any
9		agency to comply with the objectives and policies of
10		this chapter and any guidelines enacted by the
11		legislature; [and]
12	(11)	Coordinate the implementation of the ocean resources
13		management plan[-]; and
14	(12)	Perform other duties required under this chapter and
15		section 206E-8.5.
16	SECT	ION 4. Section 205A-6, Hawaii Revised Statutes, is
17	amended t	o read as follows:
18	"§20	5A-6 Cause of action. (a) [Subject] Except as
19	otherwise	provided under subsection (b), subject to chapters 663
20	and 662,	any person or agency may commence a civil action
21	alleging	that any agency:

1	(1)	Is not in compliance with one or more of the
2		objectives, policies, and guidelines provided or
3		authorized by this chapter within the special
4		management area and the waters from the shoreline to
5		the seaward limit of the State's jurisdiction; or
6	(2)	Has failed to perform any act or duty required to be
7		performed under this chapter; or
8	(3)	In exercising any duty required to be performed under
9		this chapter, has not complied with the provisions of
10		this chapter.
11	[-(b)-]	In any action brought under this [section,]
12	subsection	n, the lead agency, if not a party, may intervene as a
13	matter of	right.
14	[(c)]	A court, in any action brought under this [section,]
15	subsection	n, shall have jurisdiction to provide any relief as may
16	be approp	riate, including a temporary restraining order or
17	prelimina	ry injunction.
18	[-(d)-]	Any action brought under this [section] subsection
19	shall be	commenced within sixty days of the act which is the
20	basis of	the action.

1	[-(e) -]	Nothing in this section shall restrict any right that
2	any perso	on may have to assert any other claim or bring any other
3	action.	
4	(b)	No person or agency shall commence an action against
5	the lead	agency for:
6	(1)	The granting or denial of a special management area
7		permit for a state project;
8	(2)	The exemption of a state project from the need for a
9		special management area permit;
10	(3)	The determination that a use, activity, or operation
11		of a state agency is not a development requiring a
12		special management area permit; or
13	(4)	The granting or denial of a shoreline setback variance
14		for a state structure or activity."
15	SECT	ION 5. Section 205A-22, Hawaii Revised Statutes, is
16	amended a	s follows:
17	1.	By adding two new definitions to be appropriately
18	inserted	and to read:
19	" <u>"</u> Sp	ecial management area permit" means a special
20	managemen	t area use permit, special management area minor
21	permit, o	r special management area emergency permit.
22	۳Sta	te project" means a development for which:

"State project" means a development for which:

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1	(1)	The contracting agency is a state agency; and				
2	(2)	The funding includes state or federal funds."				
3	2.	By amending the definitions of "development", "special				
4	managemen	t area emergency permit", "special management area				
5	minor per	mit", "special management area use permit", and				
6	"valuatio	n" to read:				
7	" "De	velopment" means any of the uses, activities, or				
8	operations on land or in or under water within a special					
9	managemen	t area that are included below:				
10	(1)	Placement or erection of any solid material or any				
11		gaseous, liquid, solid, or thermal waste;				
12	(2)	Grading, removing, dredging, mining, or extraction of				
13		any materials;				
14	(3)	Change in the density or intensity of use of land,				
15		including but not limited to the division or				
16		subdivision of land;				
17	(4)	Change in the intensity of use of water, ecology				
18		related thereto, or of access thereto; and				
19	(5)	Construction, reconstruction, demolition, or				
20		alteration of the size of any structure.				
21	"Dev	elopment" does not include the following:				

1	(1)	Construction or reconstruction of a single-family
2		residence that is less than seven thousand five
3		hundred square feet of floor area and is not part of a
4		larger development;
5	(2)	Repair or maintenance of roads and highways within
6		existing rights-of-way;
7	(3)	Routine maintenance dredging of existing streams,
8		channels, and drainage ways;
9	(4)	Repair and maintenance of underground utility lines,
10		including but not limited to water, sewer, power, and
11		telephone and minor appurtenant structures such as pad
12		mounted transformers and sewer pump stations;
13	(5)	Zoning variances, except for height, density, parking,
14		and shoreline setback;
15	(6)	Repair, maintenance, or interior alterations to
16		existing structures;
17	(7)	Demolition or removal of structures, except those
18		structures located on any historic site as designated
19		in national or state registers;
20	(8)	Use of any land for the purpose of cultivating,
21		planting, growing, and harvesting plants, crops,

trees, and other agricultural, horticultural, or

1		forestry products or animal husbandry, or aquaculture
2		or mariculture of plants or animals, or other
3		agricultural purposes;
4	(9)	Transfer of title to land;
5	(10)	Creation or termination of easements, covenants, or
6		other rights in structures or land;
7	(11)	Final subdivision approval;
8	(12)	Subdivision of land into lots greater than twenty
9		acres in size;
10	(13)	Subdivision of a parcel of land into four or fewer
11		parcels when no associated construction activities are
12		proposed; provided that any land which is so
13		subdivided shall not thereafter qualify for this
14		exception with respect to any subsequent subdivision
15		of any of the resulting parcels;
16	(14)	Installation of underground utility lines and
17		appurtenant aboveground fixtures less than four feet
18		in height along existing corridors;
19	(15)	Structural and nonstructural improvements to existing
20		single-family residences, where otherwise permissible;
21	(16)	Nonstructural improvements to existing commercial
22		structures; and

1	(17) Construction, installation, maintenance, repair, and
2	replacement of civil defense warning or signal devices
3	and sirens;
4	provided that whenever the authority finds that any excluded
5	non-state use, activity, or operation may have a cumulative
6	impact, or a significant environmental or ecological effect on a
7	special management area, that non-state use, activity, or
8	operation shall be defined as "development" for the purpose of
9	this part. For the purposes of this definition, "non-state use,
10	activity, or operation" means a use, activity, or operation for
11	which the contracting agency is not a state agency and for which
12	the funding does not include state or federal funds.
13	"Special management area emergency permit" means an action
14	by the authority or lead agency, as applicable, authorizing
15	development in cases of emergency requiring immediate action to
16	prevent substantial physical harm to persons or property or to
17	allow the reconstruction of structures damaged by natural
18	hazards to their original form; provided that such structures
19	were previously found to be in compliance with requirements of
20	the Federal Flood Insurance Program.
21	"Special management area minor permit" means an action by

the authority or lead agency, as applicable, authorizing

- 1 development, the valuation of which is not in excess of \$500,000
- 2 and which has no substantial adverse environmental or ecological
- 3 effect, taking into account potential cumulative effects.
- 4 "Special management area use permit" means an action by the
- 5 authority or lead agency, as applicable, authorizing
- 6 development, the valuation of which exceeds \$500,000 or which
- 7 may have a substantial adverse environmental or ecological
- 8 effect, taking into account potential cumulative effects.
- 9 "Valuation" shall be determined by the authority or lead
- 10 agency, as applicable, and means the estimated cost to replace
- 11 the structure in kind based on current replacement costs, or in
- 12 the cases of other development as defined above, the fair market
- 13 value of the development."
- 14 SECTION 6. Section 205A-26, Hawaii Revised Statutes, is
- 15 amended to read as follows:
- 16 "§205A-26 Special management area guidelines. In
- 17 implementing this part, the authority or lead agency, as
- 18 applicable, shall adopt the following guidelines for the review
- 19 of developments proposed in the special management area:
- 20 (1) All [development] developments, including state
- 21 projects, in the special management area shall be
- subject to reasonable terms and conditions set by the



1		auci.	ority of lead agency, as applicable, in order to
2		ensu	are:
3		(A)	Adequate access, by dedication or other means, to
4			publicly owned or used beaches, recreation areas,
5			and natural reserves is provided to the extent
6			consistent with sound conservation principles;
7		(B)	Adequate and properly located public recreation
8			areas and wildlife preserves are reserved;
9		(C)	Provisions are made for solid and liquid waste
10			treatment, disposition, and management which will
11			minimize adverse effects upon special management
12			area resources; and
13		(D)	Alterations to existing land forms and
14	•		vegetation, except crops, and construction of
15	•		structures shall cause minimum adverse effect to
16			water resources and scenic and recreational
17			amenities and minimum danger of floods, wind
18			damage, storm surge, landslides, erosion,
19			siltation, or failure in the event of earthquake.
20	(2)	No d	evelopment or state project shall be approved
21		unle	ss the authority or lead agency, as applicable,
22		has	first found:

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1	(A)	That the development or state project will not
2		have any substantial adverse environmental or
3		ecological effect, except as such adverse effect
4		is minimized to the extent practicable and
5		clearly outweighed by public health, safety, or
6		compelling public interests. Such adverse
7		effects shall include, but not be limited to, the
8		potential cumulative impact of individual
9		developments[7] or state projects, each one of
10		which taken in itself might not have a
11		substantial adverse effect, and the elimination
12		of planning options;
13	(B)	That the development or state project is
14		consistent with the objectives, policies, and
15		special management area guidelines of this
16		chapter and any guidelines enacted by the
17		legislature; and
18	(C)	That the development, if not a state project, is
19		consistent with the county general plan and
20		zoning. Such a finding of consistency does not
21		preclude concurrent processing where a general
22		plan or zoning amendment may also be required.

1			Consistency of a state project with a county
2			general plan and zoning shall not be required,
3			but shall be encouraged.
4	(3)	The	authority or lead agency, as applicable, shall
5		seek	to minimize, where reasonable:
6		(A)	Dredging, filling, or otherwise altering any bay,
7			estuary, salt marsh, river mouth, slough or
8			lagoon;
9		(B)	Any development [which] or state project that
10			would reduce the size of any beach or other area
11			usable for public recreation;
12		(C)	Any development [which] or state project that
13			would reduce or impose restrictions upon public
14			access to tidal and submerged lands, beaches,
15			portions of rivers and streams within the special
16			management areas and the mean high tide line
17			where there is no beach;
18		(D)	Any development [which] or state project that
19			would substantially interfere with or detract
20			from the line of sight toward the sea from the
21			state highway nearest the coast; and

1	(E) Any development [which] or state project that
2	would adversely affect water quality, existing
3	areas of open water free of visible structures,
4	existing and potential fisheries and fishing
5	grounds, wildlife habitats, or potential or
6	existing agricultural uses of land."
7	SECTION 7. Section 205A-27, Hawaii Revised Statutes, is
8	amended to read as follows:
9	"§205A-27 Designation of special management area
10	authority. The authority is designated the special management
11	area authority and, except as otherwise provided for state
12	projects, is authorized to carry out the objectives, policies,
13	and procedures of this part."
14	SECTION 8. Section 205A-28, Hawaii Revised Statutes, is
15	amended to read as follows:
16	"§205A-28 Permit required for development[-], including
17	state projects. No development, including a state project,
18	shall be allowed in any county within the special management
19	area without obtaining a permit in accordance with this part."
20	SECTION 9. Section 205A-29, Hawaii Revised Statutes, is
21	amended to read as follows:

1 "§205A-29 Special management area use permit procedure. 2 [The] For developments other than state projects, the 3 authority in each county, upon consultation with the central 4 coordinating agency, shall adopt rules under chapter 91 setting 5 the special management area use permit application procedures, 6 conditions under which hearings must be held, and the time 7 periods within which the hearing and action for special 8 management area use permits shall occur. The authority shall 9 provide for adequate notice to individuals whose property rights 10 may be adversely affected and to persons who have requested in 11 writing to be notified of special management area use permit 12 hearings or applications. The authority shall also provide public notice statewide at least twenty days in advance of the 13 14 hearing. The authority may require a reasonable filing fee 15 which shall be used for the purposes set forth herein. 16 Any rule adopted by the authority shall be consistent with 17 the objectives, policies, and special management area guidelines 18 provided in this chapter. Action on the special management 19 permit shall be final unless otherwise mandated by court order. 20 (b) For state projects, the lead agency shall be

responsible for granting or denying special management area use

permits in accordance with section 205A- .

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[(b)] (c) No agency authorized to issue permits pertaining 1 2 to any development, including a state project, within the 3 special management area shall authorize any development unless approval is first received in accordance with the procedures 4 5 adopted pursuant to this part. For the purposes of this 6 subsection, county general plan, state land use district boundary amendments, and zoning changes are not permits." 7 SECTION 10. Section 205A-30, Hawaii Revised Statutes, is 8 9 amended to read as follows: "§205A-30 Emergency and minor permits. (a) Each [county] 10 11 authority shall provide specific procedures consistent with this 12 part for the issuance of special management area emergency **13** permits or special management area minor permits $[\tau]$ for 14 developments other than state projects, pursuant to the procedural requirements within this part, and judicial review 15 **16** from the grant and denial thereof. The lead agency shall file 17 notice of special management area minor permits in the next 18 available issue of the periodic bulletin of the office of 19 environmental quality control.

(b) For state projects, the lead agency shall be

responsible for granting or denying special management area

minor or emergency permits in accordance with section 205A-

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1 SECTION 11. Section 205A-30.5, Hawaii Revised Statutes, is 2 amended by amending subsection (c) to read as follows: "(c) The authority or lead agency, as applicable, shall 3 adopt rules under chapter 91 setting forth procedures for 4 5 implementing this section." SECTION 12. Section 205A-32, Hawaii Revised Statutes, is 6 amended by amending subsection (c) to read as follows: 7 8 "(c) Any civil fine or other penalty provided under this 9 section relating to a development other than a state project may 10 be imposed by the circuit court or may be imposed by the department after an opportunity for a hearing under chapter 91. 11 Any civil fine or other penalty provided under this section 12 relating to a state project may be imposed by the circuit court. 13 14 Imposition of a civil fine shall not be a prerequisite to any civil fine or other injunctive relief ordered by the circuit 15 16 court." SECTION 13. Section 205A-41, Hawaii Revised Statutes, is **17** amended by adding three new definitions to be appropriately 18 19 inserted and to read as follows:

""Authority" means the county planning commission, except

in counties where the county planning commission is advisory

only, in which case "authority" means the county council or such

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- 1 body as the council may by ordinance designate. The authority
- 2 may, as appropriate, delegate the responsibility for
- 3 administering this part.
- 4 "Non-state structure or activity" means a structure or
- 5 activity that is not a state structure or activity.
- 6 "State structure or activity" means a structure or activity
- 7 for which:
- 8 (1) The contracting agency is a state agency; and
- 9 (2) The funding includes state or federal funds."
- 10 SECTION 14. Section 205A-43, Hawaii Revised Statutes, is
- 11 amended to read as follows:
- 12 "§205A-43 Establishment of shoreline setbacks and duties
- 13 and powers of the department. (a) Setbacks along shorelines
- 14 are established of not less than twenty feet and not more than
- 15 forty feet inland from the shoreline. The department shall
- 16 adopt rules pursuant to chapter 91[7] and, except as otherwise
- 17 provided in this part, shall enforce the shoreline setbacks and
- 18 rules pertaining thereto.
- 19 (b) The powers and duties of the department shall include,
- 20 but not be limited to:

1	(1)	The department shall adopt rules under chapter 91
2		prescribing procedures for determining the shoreline
3		setback line; and
4	(2)	The department shall review the plans of all
5		applicants who propose any non-state structure[7] or
6		activity[, or facility] that would be prohibited
7		without a variance pursuant to this part. The
8		department may require that the plans be supplemented
9		by accurately mapped data and photographs showing
10		natural conditions and topography relating to all
11		existing and proposed structures and activities."
12	SECT	ION 15. Section 205A-43.5, Hawaii Revised Statutes, is
13	amended to	o read as follows:
14	" [+]	§205A-43.5[+] Powers and duties of the authority[+]
15	and lead	agency. (a) Prior to action on a variance
16	application	on[-] for a non-state structure or activity, the
17	authority	shall hold a public hearing under chapter 91. By
18	adoption (of rules under chapter 91, the authority may delegate
19	responsib	ility to the department. Public and private notice,
20	including	reasonable notice to abutting property owners and
21	persons w	no have requested this notice, shall be provided, but a

- 1 public hearing may be waived prior to action on a variance
- 2 application for:
- 3 (1) Stabilization of shoreline erosion by the moving of
- 4 sand entirely on public lands;
- 5 (2) Protection of a legal structure costing more than
- 6 \$20,000; provided the structure is at risk of
- 7 immediate damage from shoreline erosion;
- **8** (3) Other structures or activities; provided that no
- 9 person or agency has requested a public hearing within
- 10 twenty-five calendar days after public notice of the
- 11 application; or
- 12 (4) Maintenance, repair, reconstruction, and minor
- additions or alterations of legal boating, maritime,
- or watersports recreational facilities, which result
- in little or no interference with natural shoreline
- 16 processes.
- 17 [\(\frac{(b)}{}\)] The authority shall either act on variance
- 18 applications or, by adoption of rules under chapter 91, delegate
- 19 the responsibility to the department.
- 20 (b) For a variance application for a state structure or
- 21 activity, the lead agency may hold a public hearing, with notice

- 1 provided in accordance with section 1-28.5 at least ten calendar
- 2 days before the hearing."
- 3 SECTION 16. Section 205A-43.6, Hawaii Revised Statutes, is
- 4 amended by amending subsection (a) to read as follows:
- 5 "(a) [The] For a non-state structure or activity, the
- 6 department or an agency designated by department rules shall
- 7 enforce this part and rules adopted by the department or agency
- 8 pursuant to this part.
- 9 For a state structure or activity, the lead agency shall
- 10 enforce this part and the rules adopted by the lead agency
- 11 pursuant to this part.
- 12 Any structure or activity prohibited by section 205A-44,
- 13 that has not received a variance pursuant to this part or
- 14 complied with conditions on a variance, shall be removed or
- 15 corrected.
- 16 No other state or county permit or approval shall be
- 17 construed as a variance pursuant to this part."
- 18 SECTION 17. Section 205A-44, Hawaii Revised Statutes, is
- 19 amended by amending subsection (b) to read as follows:
- 20 "(b) Except as provided in this section, structures are
- 21 prohibited in the shoreline area without a variance pursuant to

1	this part	. Structures in the shoreline area shall not need a
2	variance :	if:
3	(1)	They were completed prior to June 22, 1970;
4	(2)	They received either a building permit, board
5		approval, or shoreline setback variance prior to
6		June 16, 1989;
7	(3)	They are outside the shoreline area when they receive
8		either a building permit or board approval;
9	(4)	They are necessary for or ancillary to continuation of
10		existing agriculture or aquaculture in the shoreline
11		area on June 16, 1989;
12	(5)	They are minor structures permitted under rules
13		[adopted by the department which] that do not affect
14		beach processes or artificially fix the shoreline and
15		do not interfere with public access or public views to
16		and along the shoreline; provided that rules
17		permitting minor non-state structures in the shoreline
18		area shall be adopted by the department and rules
19		permitting minor state structures in the shoreline
20		area shall be adopted by the lead agency; or
21	(6)	Work being done consists of maintenance, repair,

reconstruction, and minor additions or alterations of

1	legal boating, maritime, or watersports recreational
2	facilities, which are publicly owned, and which result
3	in little or no interference with natural shoreline
4	processes;
5	provided that permitted structures may be repaired, but shall
6	not be enlarged within the shoreline area without a variance."
7	SECTION 18. Section 205A-46, Hawaii Revised Statutes, is
8	amended to read as follows:
9	"§205A-46 Variances. (a) The authority shall be
10	responsible for granting or denying a variance for a non-state
11	structure or activity in the shoreline area.
12	(b) The lead agency shall be responsible for granting or
13	denying a variance for a state structure or activity in the
14	shoreline area. The lead agency shall grant or deny a variance
15	for a state structure or activity within twenty calendar days of
16	receipt of the completed application for the variance. If the
17	lead agency does not grant or deny the variance within the
18	twenty-day period, the variance shall be deemed granted by the
19	lead agency without conditions on the twenty-first day. The
20	grant or denial of a variance for a state structure or activity
21	by the lead agency shall be final; provided that the lead agency
22	may establish a process for reconsideration of its action.

1 Chapter 91 shall not apply to the lead agency when granting 2 or denying a variance application for a state structure or 3 activity. 4 [(a)] (c) A variance may be granted for a structure or 5 activity otherwise prohibited in this part if the authority or 6 lead agency, as applicable, finds in writing, based on the 7 record presented, that the proposed structure or activity is 8 necessary for or ancillary to: 9 (1) Cultivation of crops; 10 (2) 'Aquaculture; 11 Landscaping; provided that the authority or lead (3) 12 agency, as applicable, finds that the proposed 13 structure or activity will not adversely affect beach 14 processes and will not artificially fix the shoreline; 15 (4)Drainage; **16** (5) Boating, maritime, or watersports recreational **17** facilities; 18 (6) Facilities or improvements by public agencies or 19 public utilities regulated under chapter 269; 20 (7) Private facilities or improvements that are clearly in 21 the public interest;

(8)	Private facilities or improvements which will neither
	adversely affect beach processes nor artificially fix
	the shoreline; provided that the authority also finds
	that hardship will result to the applicant if the
	facilities or improvements are not allowed within the
	shoreline area;

- (9) Private facilities or improvements that may artificially fix the shoreline; provided that the authority also finds that shoreline erosion is likely to cause hardship to the applicant if the facilities or improvements are not allowed within the shoreline area, and the authority imposes conditions to prohibit any structure seaward of the existing shoreline unless it is clearly in the public interest; or
- (10) Moving of sand from one location seaward of the shoreline to another location seaward of the shoreline; provided that the authority or lead agency, as applicable, also finds that moving of sand will not adversely affect beach processes, will not diminish the size of a public beach, and will be necessary to stabilize an eroding shoreline.

- 1 [\(\frac{\dagger}{b}\)] (d) Hardship shall be defined in rules adopted by the
- 2 authority under chapter 91. Hardship shall not be determined as
- 3 a result of county zoning changes, planned development permits,
- 4 cluster permits, or subdivision approvals after June 16, 1989,
- 5 or as a result of any other permit or approval listed in rules
- 6 adopted by the authority.
- 7 [(c)] (e) No variance shall be granted unless appropriate
- 8 conditions are imposed:
- 9 (1) To maintain safe lateral access to and along the
- shoreline or adequately compensate for its loss;
- 11 (2) To minimize risk of adverse impacts on beach
- 12 processes;
- 13 (3) To minimize risk of structures failing and becoming
- loose rocks or rubble on public property; and
- 15 (4) To minimize adverse impacts on public views to, from,
- and along the shoreline."
- 17 SECTION 19. Section 205A-48, Hawaii Revised Statutes, is
- 18 amended to read as follows:
- 19 "S205A-48 Conflict of other laws. (a) In case of a
- 20 conflict between the requirements of any other state law or
- 21 county ordinance regarding shoreline setback lines, the more

- 1 restrictive requirements shall apply in furthering the purposes
- 2 of this part.
- 3 (b) Nothing contained in this part shall be construed to
- 4 diminish the jurisdiction of the state department of
- 5 transportation over wharves, airports, docks, piers, or other
- 6 commercial harbors, and any other maritime facilities
- 7 constructed by the State; provided that such plans are submitted
- 8 for the [review and] information of the officer of the
- 9 respective agency charged with the administration of the county
- 10 zoning laws [7 and found not to conflict with any county
- 11 ordinances, zoning laws, and building codes].
- 12 (c) Nothing contained in this part shall be construed to
- 13 diminish the jurisdiction and power of the Hawaii community
- 14 development authority conferred under section 206E-8.5."
- 15 SECTION 20. Section 205A-49, Hawaii Revised Statutes, is
- 16 amended to read as follows:
- 17 "§205A-49 Adoption of rules. Each agency charged with
- 18 carrying out this part shall adopt rules necessary to implement
- 19 or comply with this part by July 1, 1990. [All] The rules shall
- 20 be adopted under chapter 91."
- 21 SECTION 21. Section 206E-8.5, Hawaii Revised Statutes, is
- 22 amended to read as follows:

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1	"§206E-8.5 Developments within special management areas
2	and shoreline setback. (a) Notwithstanding chapter 205A, all
3	requests for special management area permits for developments
4	[within a special management area] that are not state projects
5	and shoreline setback variances for [developments] non-state
6	structures or activities on any lands within a community
7	development district, for which a community development plan has
8	been developed and approved in accordance with section 206E-5,
9	shall be submitted to and reviewed by the lead agency as defined
10	in chapter 205A. In community development districts for which a
11	community development plan has not been developed and approved
12	in accordance with section 206E-5, parts II and III of chapter
13	205A shall continue to be administered by the applicable county
14	authority until a community development plan for the district
15	takes effect.
16	[(b)] In the review of [such] requests[7] submitted under
17	this subsection, the lead agency shall conform to the following,
18	as deemed appropriate:
19	(1) Applicable county rules adopted in accordance with
20	section 205A-26 for the review of developments within
21	a special management area, except that paragraph

(2)(C) of section 205A-26 shall not apply; and

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19

1 (2) Part III of chapter 205A and applicable county rules
2 for the review of developments within the shoreline
3 setback.
4 [(c)] With the approval of the lead agency, the developments
5 may be allowed without a special management area permit or

shoreline setback variance as required by chapter 205A.

(b) Requests for special management area permits for state

- 8 projects and shoreline setback variances for state structures 9 and activities within a community development district shall be **10** submitted to the lead agency and subject to chapter 205A." 11 SECTION 22. By October 1, 2012, the office of planning **12** shall adopt rules necessary to implement this part. The office 13 of planning shall not be required to adopt the initial rules in 14 compliance with chapters 91 or 201M, Hawaii Revised Statutes, but shall hold at least one public hearing in each county on the 15 16 proposed rules before adoption. The office of planning shall **17** provide public notice of a public hearing in accordance with 18 section 1-28.5, Hawaii Revised Statutes, at least ten days
- 20 After adoption of the initial rules, any subsequent
 21 amendment of the rules shall be subject to chapters 91 and 201M,
 22 Hawaii Revised Statutes.

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before the hearing.

- 1 SECTION 23. There is appropriated out of the general
- 2 revenues of the State of Hawaii the sum of \$ or so much
- 3 thereof as may be necessary for fiscal year 2012-2013 for the
- 4 employment of one planner V position and one planner IV position
- 5 to perform the duties of the office of planning under this
- 6 part. The planners shall be exempt from chapters 76 and 89,
- 7 Hawaii Revised Statutes.
- 8 The sum appropriated shall be expended by the office of
- 9 planning for the purposes of this part.
- 10 SECTION 24. The director of finance may reimburse the
- 11 general fund for the amount expended under section 23 from the
- 12 project adjustment fund or the capital improvement project
- 13 allotment for a state project that requires a special management
- 14 area permit or shoreline setback variance from the office of
- 15 planning.
- 16 PART II
- 17 SECTION 25. Section 171-6, Hawaii Revised Statutes, is
- 18 amended to read as follows:
- 19 "§171-6 Powers. Except as otherwise provided by law, the
- 20 board of land and natural resources shall have the powers and
- 21 functions granted to the heads of departments and the board of
- 22 land and natural resources under chapter 26.



1	In a	ddition to the foregoing, the board may:
2	(1)	Adopt a seal;
3	(2)	Administer oaths;
4	(3)	Prescribe forms of instruments and documents;
5	(4)	Adopt rules which, upon compliance with chapter 91,
6		shall have the force and effect of law;
7	(5)	Set, charge, demand, and collect reasonable fees for
8		the preparation of documents to be issued, for the
9		surveying of public lands, and for the issuing of
10		certified copies of its government records, which
11		fees, when collected, shall be deposited into the
12		state general fund, unless otherwise specified in thi
13		chapter;
14	(6)	Establish additional restrictions, requirements, or
15		conditions, not inconsistent with those prescribed in
16		this chapter, relating to the use of particular land
17		being disposed of, the terms of sale, lease, license,
18		or permit, and the qualifications of any person to
19		draw, bid, or negotiate for public land;
20	(7)	Reduce or waive the lease rental at the beginning of

the lease on any lease of public land to be used for

any agricultural or pastoral use, or for resort,

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1		commercial, industrial, or other business use where
2		the land being leased requires substantial
3		improvements to be placed thereon; provided that such
4		reduction or waiver shall not exceed two years for
5		land to be used for any agricultural or pastoral use,
6		or exceed one year for land to be used for resort,
7		commercial, industrial, or other business use;
8	(8)	Delegate to the chairperson or employees of the
9		department of land and natural resources, subject to
10		the board's control and responsibility, such powers
11		and duties as may be lawful or proper for the
12		performance of the functions vested in the board;
13	(9)	Use arbitration under chapter 658A to settle any
14		controversy arising out of any existing or future
15		lease;
16	(10)	Set, charge, and collect reasonable fees in an amount
17		sufficient to defray the cost of performing or
18		otherwise providing for the inspection of activities
19		permitted upon the issuance of a land license
20		involving a commercial purpose;

	(± ± /	Appe	mine mascers of hearing officers to conduct public
2		hear	ings as provided by law and under such conditions
3		as t	he board by rules shall establish;
4	(12)	Brin	g such actions as may be necessary to remove or
5		reme	dy encroachments upon public lands. Any person
6		caus	ing an encroachment upon public land shall:
7		(A)	Be fined not more than \$1,000 a day for the first
8			offense;
9		(B)	Be fined not less than \$1,000 nor more than
10			\$4,000 per day upon the second offense and
11			thereafter;
12		(C)	If required by the board, restore the land to its
13			original condition if altered and assume the
14			costs thereof;
15		(D)	Assume such costs as may result from adverse
16	·		effects from such restoration; and
17		(E)	Be liable for administrative costs incurred by
18			the department and for payment of damages;
19	(13)	Set,	charge, and collect interest and a service charge
20		on d	elinquent payments due on leases, sales, or other
21		acco	unts. The rate of interest shall not exceed one
22		per	cent a month and the service charge shall not

1		exceed \$50 a month for each delinquent payment;
2		provided that the contract shall state the interest
3		rate and the service charge and be signed by the party
4		to be charged;
5	(14)	Set, charge, and collect additional rentals for the
6		unauthorized use of public lands by a lessee,
7		licensee, grantee, or permittee who is in violation of
8		any term or condition of a lease, license, easement,
9		or revocable permit, retroactive to the date of the
10		occurrence of the violation. Such amounts shall be
11		considered delinquent payments and shall be subject to
12		interest and service charges as provided in paragraph
13		(13);
14	(15)	Set, charge, and collect reasonable fines for
15		violation of this chapter or any rule adopted
16		thereunder. Any person engaging in any prohibited use
17		of public lands or conducting any prohibited activity
18		on public lands, or violating any of the other
19		provisions of this chapter or any rule adopted
20		thereunder, for which violation a penalty is not
21		otherwise provided, shall be:

1	(A)	Fined not more than \$5,000 per violation for a
2		first violation or a violation beyond five years
3		of the last violation; provided that, after
4		written or verbal notification from the
5		department, an additional \$1,000 per day per
6		violation may be assessed for each day in which
7		the violation persists;
8	(B)	Fined not more than \$10,000 per violation for a
9		second violation within five years of the last
10		violation; provided that, after written or verbal
11		notification from the department, an additional
12		\$2,000 per day per violation may be assessed for
13		each day in which the violation persists;
14	(C)	Fined not more than \$20,000 per violation for a
15		third or subsequent violation within five years
16		of the last violation; provided that, after
17		written or verbal notification from the
18		department, an additional \$4,000 per day per
19		violation may be assessed for each day in which
20		the violation persists; and
21	(D)	Liable for administrative costs and expenses
22		incurred by the department and for payment for

1	damages, including but not limited to natural
2	resource damages.
3	In addition to the fines, administrative costs, and
4	damages provided for hereinabove, for damage to or
5	theft of natural resources, the board may also set,
6	charge, and collect a fine that, in its discretion, is
7	appropriate considering the value of the natural
8	resource that is damaged or the subject of the theft.
9	In arriving at an appropriate fine, the board may
10	consider the market value of the natural resource
11	damaged or taken and any other factor it deems
12	appropriate, such as the loss of the natural resource
13	to its natural habitat and environment and the cost of
14	restoration or replacement. The remedies provided for
15	in this paragraph are cumulative and in addition to
16	any other remedies allowed by law.
17	No person shall be sanctioned pursuant to this section
18	for the exercise of native Hawaiian gathering rights
19	and traditional cultural practices as authorized by
20	law or as permitted by the department pursuant to
21	article XII, section 7, of the Hawaii state
22	constitution;

1	(16)	Issue revenue bonds, subject to the approval of the
2		legislature. All revenue bonds shall be issued
3		pursuant to part III of chapter 39, except as provided
4		in this chapter. All revenue bonds shall be issued in
5		the name of the department and not in the name of the
6		State. The final maturity date of the revenue bonds
7		may be any date not exceeding thirty years from the
3		date of issuance;
•	(17)	Pledge or assign all or any part of the receipts and
`		

- 9 (17) Pledge or assign all or any part of the receipts and
 10 revenues of the department. The revenue bonds shall
 11 be payable from and secured solely by the revenue
 12 derived by the department from the industrial park or
 13 parks for which the bonds are issued;
- 14 (18) Reimburse the state general fund for debt service on
 15 general obligation bonds or reimbursable general
 16 obligation bonds issued by the State for purposes of
 17 this chapter;
- 18 (19) Notwithstanding part II of chapter 205A to the
 19 contrary, plan, design, construct, operate, and
 20 maintain any lands or facilities under the
 21 jurisdiction of the division of boating and ocean
 22 recreation of the department without the need to

1		obtain a special management area minor permit or
2		special management area use permit; [and]
3	(20)	Exempt any state project from the requirements of part
4		II and part III of chapter 205A; provided that any
5		project exempted under this paragraph shall be subject
6		to the requirements of chapter 343 and consultation
7		with the office of conservation and coastal lands and
8		office of planning. As used in this paragraph, "state
9		project" means a development as defined in section
10		205A-22 for which:
11		(A) The contracting agency is a state agency; and
12		(B) The funding includes state or federal funds; and
13	[-(20)-]	(21) Do any and all things necessary to carry out its
14		purposes and exercise the powers granted in this
15		chapter."
16	SECT	ION 26. Section 264-8, Hawaii Revised Statutes, is
17	amended to	read as follows:
18	"§26	4-8 Specifications, standards, procedures. (a)
19	Specificat	tions, standards and procedures to be followed in the
20	installat:	ion and construction of connections for streets, roads
21	and drive	ways, concrete curbs and sidewalks, structures,
22	drainage :	systems, landscaping or grading within the highway
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- 1 rights-of-way, excavation and backfilling of trenches or other
- 2 openings in state highways, and in the restoration, replacement,
- 3 or repair of the base course, pavement surfaces, highway
- 4 structures, and other highway improvements shall be prescribed
- 5 by the director of transportation. At the request of an
- 6 applicant for a permit, a copy of such specifications, standards
- 7 and procedures, shall be furnished. In prescribing the
- 8 specifications, standards and procedures, the director need not
- 9 comply with the provisions of law relating to the adoption of
- 10 rules and regulations.
- 11 (b) The director of transportation is authorized to exempt
- 12 any state project from the requirements of part II or part III
- 13 of chapter 205A; provided that any project exempted under this
- 14 subsection shall be subject to the requirements of chapter 343
- 15 and consultation with the office of conservation and coastal
- 16 lands and the office of planning.
- As used in this subsection, "state project" means a
- 18 development as defined in section 205A-22 for which:
- 19 (1) The contracting agency is a state agency; and
- 20 (2) The funding includes state or federal funds."
- 21 SECTION 27. Section 266-2, Hawaii Revised Statutes, is
- 22 amended to read as follows:



Ţ	"§26	6-2 Powers and duties of department. (a) The
2	departmen	t of transportation shall:
3	(1)	Have and exercise all the powers and shall perform all
4		the duties which may lawfully be exercised by or under
5		the State relative to the control and management of
6		commercial harbors, commercial harbor and waterfront
7		improvements, ports, docks, wharves, piers, quays,
8		bulkheads, and landings belonging to or controlled by
9		the State, and the shipping using the same;
10	(2)	Have the authority to use and permit and regulate the
11		use of the commercial docks, wharves, piers, quays,
12		bulkheads, and landings belonging to or controlled by
13		the State for receiving or discharging passengers and
14		for loading and landing merchandise, with a right to
15		collect wharfage and demurrage thereon or therefor;
16	(3)	Subject to all applicable provisions of law, have the
17		power to fix and regulate from time to time rates and
18		charges for:
19		(A) Services rendered in mooring commercial vessels;
20		(B) The use of commercial moorings belonging to or
21		controlled by the State;
22		(C) Wharfage or demurrage;

1		(D) warehouse space, office space, and storage space
2		for freight, goods, wares and merchandise; and
3		(E) The use of derricks or other equipment belonging
4		to the State or under the control of the
5		department;
6	(4)	Make other charges including toll or tonnage charges
7		on freight passing over or across docks, wharves,
8		piers, quays, bulkheads, or landings;
9	(5)	Appoint and remove clerks, harbor agents and their
10		assistants, and all such other employees as may be
11		necessary, and to fix their compensation;
12	(6)	Adopt rules pursuant to chapter 91 and not
13		inconsistent with law; and
14	(7)	Generally have all powers necessary to fully carry out
15		this chapter.
16	(b)	Notwithstanding any law or provision to the contrary,
17	the depart	tment of transportation is authorized to plan,
18	construct	, operate, and maintain any commercial harbor facility
19	in the Sta	ate, including, but not limited to, the acquisition and
20	use of la	nds necessary to stockpile dredged spoils, without the
21	approval o	of county agencies.

1	All moneys appropriated for commercial harbor improvements,
2	including new construction, reconstruction, repairs, salaries,
3	and operating expenses, shall be expended under the supervision
4	and control of the department, subject to this chapter and
5	chapter 103D.
6	All contracts and agreements authorized by law to be
7	entered into by the department shall be executed on its behalf
8	by the director of transportation.
9	(c) The department of transportation is authorized to
10	exempt any state project from the requirements of part II and
11	part III of chapter 205A; provided that any project exempted
12	under this subsection shall be subject to the requirements of
13	chapter 343 and consultation with the office of conservation and
14	coastal lands and the office of planning.
15	As used in this subsection, "state project" means a
16	development as defined in section 205A-22 for which:
17	(1) The contracting agency is a state agency; and
18	(2) The funding includes state or federal funds.
19	[(c)] <u>(d)</u> The department shall prepare and submit annually
20	to the governor a report of its official acts during
21	the preceding fiscal year, together with its

1	recommendations as to commercial harbor improvements
2	throughout the State."
3	PART III
4	SECTION 28. (a) This Act shall not affect rights and
5	duties that matured, penalties that were incurred, and
6	proceedings that were begun before its effective date; provided
7	that any state agency with a special management area permit or
8	shoreline setback variance application for a state project that
9	is pending before a county agency on the effective date may
10	withdraw the application and apply to the office of planning for
11	the permit or variance.
12	(b) The repeal of this Act shall not affect rights and
13	duties that matured, penalties that were incurred, and
14	proceedings that were begun before the repeal date, including
15	proceedings to review and act on special management area permit
16	and shoreline setback variances for state projects that were
17	submitted to the office of planning before the repeal date. The
18	office of planning shall continue to be responsible after the
19	repeal date for the granting or denial of applications properly
20	submitted to the office of planning pursuant to this Act.
21	SECTION 29. It is the intent of this Act not to jeopardize
22	the receipt of any federal aid. If any provision of this Act is

- 1 found to be in conflict with federal requirements that are a
- 2 prescribed condition for the allocation of federal funds to the
- 3 State, those provisions shall be void.
- 4 SECTION 30. If any provision of this Act, or the
- 5 application thereof to any person or circumstance, is held
- 6 invalid, the invalidity does not affect other provisions or
- 7 applications of the Act that can be given effect without the
- 8 invalid provision or application, and to this end the provisions
- 9 of this Act are severable.
- 10 SECTION 31. Statutory material to be repealed is bracketed
- 11 and stricken. New statutory material is underscored.
- 12 SECTION 32. This Act shall take effect on October 1, 2012,
- 13 and shall be repealed on June 30, 2015; provided that:
- 14 (1) Sections 22 and 23 shall take effect on July 1, 2012;
- 15 (2) Sections 205A-3, 205A-6, 205A-22, 205A-26, 205A-27,
- 16 205A-28, 205A-29, 205A-30, 205A-30.5, 205A-32, 205A-
- 17 41, 205A-43, 205A-43.5, 205A-43.6, 205A-44, 205A-46,
- 18 205A-48, 205A-49, and 206E-8.5, Hawaii Revised
- 19 Statutes, shall be reenacted on July 1, 2015, in the
- form in which they existed on September 30, 2012; and
- 21 (3) Part II shall be repealed on June 30, 2013, and
- 22 sections 171-6, 264-8, and 266-2, Hawaii Revised



1 Statutes, shall be reenacted in the form in which they 2 read on September 30, 2012.

Report Title:

Coastal Zone Management; Permits

Description:

Makes the Office of Planning responsible for granting or denying special management area permits for state projects, and for granting or denying shoreline variances for state structures or activities in a shoreline area. Grants the Department of Land and Natural Resources and Department of Transportation the authority to exempt state projects and harbor and highway projects from certain specified requirements. (HB530 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.