A BILL FOR AN ACT

RELATING TO GEOTHERMAL RESOURCES.

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

1	SECTION 1. Chapter 205, Hawaii Revised Statutes, is
2	amended by adding a new part to be appropriately designated and
3	to read as follows:
4	"PART . GEOTHERMAL RESOURCES DEVELOPMENT
5	<pre>§205-A Geothermal resources development permits;</pre>
6	applications. (a) To ensure that prospective geothermal
7	resources development will have the least detrimental
8	environmental impact, any application to obtain a geothermal
9	resources development permit from a government entity shall
10	provide, at a minimum, the following:
11	(1) An assessment of any potential geologic hazards to
12	geothermal production or use in the proposed area or
13	site;
14	(2) An assessment of any environmental or social impacts
15	within the proposed area or site;
16	(3) An assessment of the compatibility of development and
17	utilization of geothermal resources with other allowed

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1 uses within the proposed area or site and within the 2 surrounding area; and 3 (4) A description of the proposed geothermal resources 4 development, including the establishment of an 5 appropriate, industry recognized buffer zone between 6 the proposed geothermal resources development and 7 abutting land. Within forty-five days of receiving the application, 8 (b) 9 the government entity shall determine whether the application is 10 complete, and if not, inform the applicant of the deficiency. 11 \$205-B Geothermal resources development permits; 12 agricultural, rural, and urban districts; county authority. (a) A permit for geothermal resources development or the operation 13 14 of a qeothermal energy facility within an agricultural, rural, or urban district shall be issued by the appropriate county 15 16 authority. 17 In addition to the requirements of this part and the (b) powers pursuant to sections 46-1.5 and 46-4, each county may 18 19 adopt more stringent ordinances regarding geothermal resources 20 development permits within agricultural, rural, or urban

21 districts.

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(c) For the purposes of this part, "appropriate county
 authority" means the county entity that issues development
 permits.

4 §205-C Geothermal resources development permits; 5 agricultural, rural, and urban districts; unpermitted use; 6 public hearing. (a) If, after receipt of a properly filed and 7 completed application, including all supporting data required 8 under section 205-A, the appropriate county authority determines 9 that the proposed geothermal resources development is not an 10 expressly permitted use pursuant to the county general plan and zoning ordinances, the appropriate county authority shall 11 12 conduct a public hearing.

(b) The public hearing shall be held on the island on which the geothermal resources development is being proposed and as close as practicable to the area that would be affected by the proposed geothermal resources development.

17 (c) No later than twenty days prior to the hearing, the
18 appropriate county authority shall provide public notice to
19 affected state agencies and owners of land within two thousand
20 feet of the proposed geothermal resources development.

21 §205-D Request for mediation. (a) Any party who submits
22 written comments at the public hearing shall have standing to



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request mediation between the adgrieved party and the applicant;
 provided that the request for mediation and a self-addressed
 postage prepaid envelope are received by the appropriate county
 authority no later than five days after the close of the initial
 public hearing.

6 (b) The appropriate county authority shall notify any 7 person who submitted an appropriate request for mediation of the 8 date, time, and place of the mediation conference by mailing the 9 notice in the self-addressed postage prepaid envelope no later 10 than ten days prior to the date of the mediation conference; 11 provided that the mediation conference shall be held on the 12 island where the initial public hearing was held.

13 §205-E Mediation. (a) The appropriate county authority 14 shall appoint a mediator no later than fourteen days after 15 receipt of an appropriate request for mediation under section 16 205-D; provided that the mediator shall not be an employee of 17 any county agency.

(b) The appropriate county authority shall require the
aggrieved party and the applicant to participate in mediation.
(c) The mediation period shall not extend beyond sixty
days, except by order of the appropriate county authority, and



1 shall be limited to the issues raised in the written comments 2 submitted by the aggrieved party at the initial public hearing. 3 If the parties cannot reach agreement on all of the (d)4 disputed issues, the county authority may conduct a second 5 public hearing at the same place as the initial public hearing 6 to receive additional written comments from any party on any 7 unresolved issues; provided that written comments received more 8 than ten days after the second public hearing shall not be 9 accepted.

10 (e) The appropriate county authority shall consider the
11 comments submitted at the second public hearing prior to
12 rendering a final decision.

13 §205-F Final decisions. (a) Unless an extension is
14 agreed to by the applicant and the appropriate county authority,
15 the appropriate county authority shall issue a final decision no
16 later than six months after receipt of a properly filed and
17 completed application under section 205-A.

18 (b) A geothermal resources development permit shall be
19 issued if the appropriate county authority finds that the
20 proposed geothermal resources development would not:

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Have unreasonable adverse health, environmental, or 1 (1)2 socioeconomic effects on residents and surrounding 3 property; and 4 (2) Unreasonably burden public agencies to provide roads, 5 streets, sewers, water, drainage, school improvements, and police and fire protection; 6 7 provided that the appropriate county authority may prescribe 8 mitigating actions to be taken by the applicant to address any 9 unreasonable effects or burdens as a condition of the permit 10 approval. 11 §205-G Final decisions; appeal. (a) A final decision 12 under section 205-F may be appealed on the record directly to the intermediate appellate court for final decision and shall 13 14 not be subject to a contested case hearing under chapter 91. 15 Section 91-14(b) and (g) shall govern the appeal, 16 notwithstanding the lack of a contested case hearing on the 17 matter. The record shall include: 18 (b) 19 (1)The application and all supporting documents, 20 including reports, studies, affidavits, statements,

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and exhibits, if any;

1	(2)	Staff recommendations submitted to the appropriate
2		county authority in consideration of the application;
3	(3)	Oral and written comments submitted at the public
4		hearings;
5	(4)	Written transcripts of the public hearings;
6	(5)	A statement of relevant matters noticed by the members
7		of the appropriate county authority at the public
8		hearings;
9	(6)	Any written decision of the appropriate county
10		authority related to the application and public
11		hearings; and
12	(7)	Other documents required by the appropriate county
13		authority of the applicant.
14	§205	-H Public hearings; transcript. To ensure a complete
15	record fo	r appeal, the appropriate county authority shall
16	provide a	court reporter to produce a transcript of all public
17	hearings	under this part."
18	SECT	ION 2. Section 183C-6, Hawaii Revised Statutes, is
19	amended b	y amending subsection (a) to read as follows:
20	"§18	3C-6 Permits and site plan approvals. (a) The
21	departmen	t shall regulate land use in the conservation district
22	by the is	suance of permits [-]; provided that any application for
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1 a geothermal resources development permit shall be in accordance 2 with section 205-A." SECTION 3. Section 205-2, Hawaii Revised Statutes, is 3 amended by amending subsections (b), (c), and (d) to read as 4 follows: 5 6 "(b) Urban districts shall include activities or uses as 7 provided by ordinances or regulations of the county within which the urban district is situated. 8 9 In addition, urban districts shall include geothermal 10 resources exploration and geothermal resources development, as 11 defined under section 182-1, as permissible uses [-]; provided that for the development, operation, or both of a geothermal to 12 electrical energy facility, a geothermal resources development 13 14 permit shall be issued in accordance with part (c) Rural districts shall include activities or uses as 15 characterized by low density residential lots of not more than 16

17 one dwelling house per one-half acre, except as provided by 18 county ordinance pursuant to section 46-4(c), in areas where 19 "city-like" concentration of people, structures, streets, and 20 urban level of services are absent, and where small farms are 21 intermixed with low density residential lots except that within 22 a subdivision, as defined in section 484-1, the commission for HB106 HD2 LRB 13-1292.doc



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good cause may allow one lot of less than one-half acre, but not 1 less than eighteen thousand five hundred square feet, or an 2 equivalent residential density, within a rural subdivision and 3 permit the construction of one dwelling on such lot; provided 4 that all other dwellings in the subdivision shall have a minimum 5 lot size of one-half acre or 21,780 square feet. Such petition 6 for variance may be processed under the special permit 7 procedure. These districts may include contiguous areas which 8 are not suited to low density residential lots or small farms by 9 reason of topography, soils, and other related characteristics. 10 Rural districts shall also include golf courses, golf driving 11 ranges, and golf-related facilities. 12

In addition to the uses listed in this subsection, rural 13 districts shall include geothermal resources exploration and 14 geothermal resources development, as defined under section 15 182-1, as permissible uses [-]; provided that for the 16 development, operation, or both of a geothermal to electrical 17 energy facility, a geothermal resources development permit shall 18 19 be issued in accordance with part . [Agricultural] Permissible uses in agricultural 20 (d)

21 districts shall include:



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1	(1)	Activities or uses as characterized by the cultivation
2		of crops, crops for bioenergy, orchards, forage, and
3		forestry;
4	(2)	Farming activities or uses related to animal husbandry
5		and game and fish propagation;
6	(3)	Aquaculture, which means the production of aquatic
7		plant and animal life within ponds and other bodies of
8		water;
9	(4)	Wind generated energy production for public, private,
10		and commercial use;
11	(5)	Biofuel production, as described in section
12		205-4.5(a)(16), for public, private, and commercial
13		use;
14	(6)	Solar energy facilities; provided that:
15		(A) This paragraph shall apply only to land with soil
16		classified by the land study bureau's detailed
17		land classification as overall (master)
18		productivity rating class B, C, D, or E; and
19		(B) Solar energy facilities placed within land with
20		soil classified as overall productivity rating
21		class B or C shall not occupy more than ten per



1		cent of the acreage of the parcel, or twenty
2		acres of land, whichever is lesser;
3	(7)	Bona fide agricultural services and uses that support
4		the agricultural activities of the fee or leasehold
5		owner of the property and accessory to any of the
6		above activities, regardless of whether conducted on
7		the same premises as the agricultural activities to
8		which they are accessory, including farm dwellings as
9		defined in section 205-4.5(a)(4), employee housing,
10		farm buildings, mills, storage facilities, processing
11		facilities, photovoltaic, biogas, and other small-
12		scale renewable energy systems producing energy solely
13		for use in the agricultural activities of the fee or
14		leasehold owner of the property, agricultural-energy
15		facilities as defined in section 205-4.5(a)(17),
16		vehicle and equipment storage areas, and plantation
17		community subdivisions as defined in section
18		205-4.5(a)(12);
19	(8)	Wind machines and wind farms;
20	(9)	Small-scale meteorological, air quality, noise, and

21 other scientific and environmental data collection and 22 monitoring facilities occupying less than one-half

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acre of land; provided that these facilities shall not 1 2 be used as or equipped for use as living quarters or 3 dwellings; 4 (10)Agricultural parks; 5 Agricultural tourism conducted on a working farm, or a (11)farming operation as defined in section 165-2, for the 6 7 enjoyment, education, or involvement of visitors; provided that the agricultural tourism activity is 8 9 accessory and secondary to the principal agricultural 10 use and does not interfere with surrounding farm 11 operations; and provided further that this paragraph 12 shall apply only to a county that has adopted 13 ordinances regulating agricultural tourism under 14 section 205-5; (12) Agricultural tourism activities, including overnight 15 16 accommodations of twenty-one days or less, for any one 17 stay within a county; provided that this paragraph shall apply only to a county that includes at least 18 19 three islands and has adopted ordinances regulating 20 agricultural tourism activities pursuant to section 205-5; provided further that the agricultural tourism 21 activities coexist with a bona fide agricultural 22



1		acti	vity. For the purposes of this paragraph, "bona
2		fide	agricultural activity" means a farming operation
3		as c	efined in section 165-2;
4	(13)	Open	area recreational facilities;
5	[+](14)[]] Ge	othermal resources exploration and geothermal
6		resc	ources development, as defined under section 182-1;
7		[anc] provided that for the development, operation, or
8		both	of a geothermal to electrical energy facility, a
9		geot	hermal resources development permit shall be
10		issu	ed in accordance with part ; and
11	[+](15)[·]] Ag	ricultural-based commercial operations, including:
12		(A)	A roadside stand that is not an enclosed
13			structure, owned and operated by a producer for
14			the display and sale of agricultural products
15			grown in Hawaii and value-added products that
16			were produced using agricultural products grown
17			in Hawaii;
18		(B)	Retail activities in an enclosed structure owned
19			and operated by a producer for the display and
20			sale of agricultural products grown in Hawaii,
21			value-added products that were produced using
22			agricultural products grown in Hawaii, logo items
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1		related to the producer's agricultural
2		operations, and other food items; and
3	(C)	A retail food establishment owned and operated by
4		a producer and permitted under [+]title 11,[+]
5		chapter 12 of the rules of the department of
6		health that prepares and serves food at retail
7		using products grown in Hawaii and value-added
8		products that were produced using agricultural
9		products grown in Hawaii.
10	The	owner of an agricultural-based commercial
11	oper	ation shall certify, upon request of an officer or
12	agen	t charged with enforcement of this chapter under
13	sect	ion 205–12, that the agricultural products
14	disp	layed or sold by the operation meet the
15	requ	irements of this paragraph.
16	Agricultural d	istricts shall not include golf courses and golf
17	driving ranges	, except as provided in section 205-4.5(d).
18	Agricultural d	istricts include areas that are not used for, or
19	that are not s	uited to, agricultural and ancillary activities by
20	reason of topo	graphy, soils, and other related characteristics."
21	SECTION 4	. Section 205-4.5, Hawaii Revised Statutes, is
22	amended by ame	nding subsection (a) to read as follows:
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1	"(a)	Within the agricultural district, all lands with soil
2	classifie	ed by the land study bureau's detailed land
3	classific	ation as overall (master) productivity rating class A
4	or B shal	l be restricted to the following permitted uses:
5	(1)	Cultivation of crops, including crops for bioenergy,
6		flowers, vegetables, foliage, fruits, forage, and
7		timber;
8	(2)	Game and fish propagation;
9	(3)	Raising of livestock, including poultry, bees, fish,
10		or other animal or aquatic life that are propagated
11		for economic or personal use;
12	(4)	Farm dwellings, employee housing, farm buildings, or
13		activities or uses related to farming and animal
14		husbandry. "Farm dwelling", as used in this
15		paragraph, means a single-family dwelling located on
16		and used in connection with a farm, including clusters
17		of single-family farm dwellings permitted within
18		agricultural parks developed by the State, or where
19		agricultural activity provides income to the family
20		occupying the dwelling;
21	(5)	Public institutions and buildings that are necessary

for agricultural practices;

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1	(6)	Public and private open area types of recreational
2		uses, including day camps, picnic grounds, parks, and
3		riding stables, but not including dragstrips,
4		airports, drive-in theaters, golf courses, golf
5		driving ranges, country clubs, and overnight camps;
6	(7)	Public, private, and quasi-public utility lines and
7		roadways, transformer stations, communications
8		equipment buildings, solid waste transfer stations,
9		major water storage tanks, and appurtenant small
10		buildings such as booster pumping stations, but not
11		including offices or yards for equipment, material,
12		vehicle storage, repair or maintenance, treatment
13		plants, corporation yards, or other similar
14		structures;
15	(8)	Retention, restoration, rehabilitation, or improvement
16		of buildings or sites of historic or scenic interest;
17	(9)	Agricultural-based commercial operations as described
18		in section [+]205-2(d)(15)[+];
19	(10)	Buildings and uses, including mills, storage, and
20		processing facilities, maintenance facilities,
21		photovoltaic, biogas, and other small-scale renewable
22		energy systems producing energy solely for use in the
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1 agricultural activities of the fee or leasehold owner of the property, and vehicle and equipment storage 2 3 areas that are normally considered directly accessory to the above-mentioned uses and are permitted under 4 5 section 205-2(d); (11)Agricultural parks; 6 7 Plantation community subdivisions, which as used in (12)this chapter means an established subdivision or 8 9 cluster of employee housing, community buildings, and 10 agricultural support buildings on land currently or 11 formerly owned, leased, or operated by a sugar or pineapple plantation; provided that the existing 12 13 structures may be used or rehabilitated for use, and 14 new employee housing and agricultural support buildings may be allowed on land within the 15 subdivision as follows: 16 The employee housing is occupied by employees or 17 (A) former employees of the plantation who have a 18 19 property interest in the land; The employee housing units not owned by their 20 (B) 21 occupants shall be rented or leased at affordable 22 rates for agricultural workers; or



	(C) The agricultural support buildings shall be
	rented or leased to agricultural business
	operators or agricultural support services;
13)	Agricultural tourism conducted on a working farm, or a
	farming operation as defined in section 165-2, for the
	enjoyment, education, or involvement of visitors;
	provided that the agricultural tourism activity is
	accessory and secondary to the principal agricultural
	use and does not interfere with surrounding farm
	operations; and provided further that this paragraph
	shall apply only to a county that has adopted
	ordinances regulating agricultural tourism under
	section 205-5;
14)	Agricultural tourism activities, including overnight
	accommodations of twenty-one days or less, for any one
	stay within a county; provided that this paragraph
	shall apply only to a county that includes at least
	three islands and has adopted ordinances regulating
	agricultural tourism activities pursuant to section
. •	205-5; provided further that the agricultural tourism
·	activities coexist with a bona fide agricultural
	activity. For the purposes of this paragraph, "bona
	14)



1		fide agricultural activity" means a farming operation
2		as defined in section 165-2;
3	(15)	Wind energy facilities, including the appurtenances
4		associated with the production and transmission of
5		wind generated energy; provided that the wind energy
6		facilities and appurtenances are compatible with
7		agriculture uses and cause minimal adverse impact on
8		agricultural land;
9	(16)	Biofuel processing facilities, including the
10		appurtenances associated with the production and
11		refining of biofuels that is normally considered
12		directly accessory and secondary to the growing of the
13		energy feedstock; provided that biofuels processing
14		facilities and appurtenances do not adversely impact
15		agricultural land and other agricultural uses in the
16		vicinity.
17		For the purposes of this paragraph:
18		"Appurtenances" means operational infrastructure
19		of the appropriate type and scale for economic
20		commercial storage and distribution, and other similar
21		handling of feedstock, fuels, and other products of
22		biofuel processing facilities.



1		"Biofuel processing facility" means a facility
2		that produces liquid or gaseous fuels from organic
3		sources such as biomass crops, agricultural residues,
4		and oil crops, including palm, canola, soybean, and
5		waste cooking oils; grease; food wastes; and animal
6		residues and wastes that can be used to generate
7		energy;
8	(17)	Agricultural-energy facilities, including
9		appurtenances necessary for an agricultural-energy
10		enterprise; provided that the primary activity of the
11		agricultural-energy enterprise is agricultural
12		activity. To be considered the primary activity of an
13		agricultural-energy enterprise, the total acreage
14		devoted to agricultural activity shall be not less
15	·	than ninety per cent of the total acreage of the
16		agricultural-energy enterprise. The agricultural-
17		energy facility shall be limited to lands owned,
18		leased, licensed, or operated by the entity conducting
19		the agricultural activity.
20		As used in this paragraph:

21 "Agricultural activity" means any activity
22 described in paragraphs (1) to (3) of this subsection.



"Agricultural-energy enterprise" means an
 enterprise that integrally incorporates an
 agricultural activity with an agricultural-energy
 facility.

S "Agricultural-energy facility" means a facility
6 that generates, stores, or distributes renewable
7 energy as defined in section 269-91 or renewable fuel
8 including electrical or thermal energy or liquid or
9 gaseous fuels from products of agricultural activities
10 from agricultural lands located in the State.

11 "Appurtenances" means operational infrastructure 12 of the appropriate type and scale for the economic 13 commercial generation, storage, distribution, and 14 other similar handling of energy, including equipment, 15 feedstock, fuels, and other products of agricultural-16 energy facilities;

(18) Construction and operation of wireless communication
antennas; provided that, for the purposes of this
paragraph, "wireless communication antenna" means
communications equipment that is either freestanding
or placed upon or attached to an already existing
structure and that transmits and receives



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electromagnetic radio signals used in the provision of all types of wireless communications services; provided further that nothing in this paragraph shall be construed to permit the construction of any new structure that is not deemed a permitted use under this subsection;

7 Agricultural education programs conducted on a farming (19) 8 operation as defined in section 165-2, for the 9 education and participation of the general public; 10 provided that the agricultural education programs are accessory and secondary to the principal agricultural 11 12 use of the parcels or lots on which the agricultural 13 education programs are to occur and do not interfere 14 with surrounding farm operations. For the purposes of 15 this section, "agricultural education programs" means 16 activities or events designed to promote knowledge and 17 understanding of agricultural activities and practices 18 conducted on a farming operation as defined in section 19 165-2;

20 (20) Solar energy facilities that do not occupy more than
 21 ten per cent of the acreage of the parcel, or twenty
 22 acres of land, whichever is lesser; provided that this



1	u	use shall not be permitted on lands with soil
2	с	lassified by the land study bureau's detailed land
3	с	classification as overall (master) productivity rating
4	С	lass A; or
5	[[](21)[]]	Geothermal resources exploration and geothermal
6	r	resources development, as defined under section
7	1	82-1[-]; provided that for the development,
8	<u>0</u>	peration, or both of a geothermal to electrical
9	e	energy facility, a geothermal resources development
10	<u>b</u>	ermit shall be issued in accordance with part ."
11	SECTIC	N 5. Section 205-5, Hawaii Revised Statutes, is
12	amended by	amending subsection (c) to read as follows:
13	"(C)	Unless authorized by special permit issued pursuant
14	to this cha	pter, only the following uses shall be permitted
15	within rura	al districts:
16	(1) I	low density residential uses;
17	(2) A	gricultural uses;
18	(3) G	olf courses, golf driving ranges, and golf-related
19	f	facilities;
20	(4) P	Public, quasi-public, and public utility facilities;
21	а	ind
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1	(5)	Geothermal resources exploration and geothermal
2		resources development, as defined under section 182-
3		1[-]; provided that for the development, operation, or
4		both of a geothermal to electrical energy facility, a
5		geothermal resources development permit shall be
6		issued in accordance with part .
7	In a	ddition, the minimum lot size for any low density
8	residential use shall be one-half acre and there shall be but	
9	one dwelling house per one-half acre, except as provided for in	
10	section 205-2."	
11	SECT	ION 6. In codifying the new part and sections added by
12	section 1	of this Act, the revisor of statutes shall substitute
13	an appropriate part number and section numbers for the letters	
14	used in d	esignating the new sections in this Act.
15	SECT	ION 7. Statutory material to be repealed is bracketed
16	and stricken. New statutory material is underscored.	
17	SECT	ION 8. This Act shall take effect on July 1, 2020.



Report Title: Geothermal Resources Development; Permits

Description: Establishes a permitting process for geothermal resources development within agricultural, rural, and urban districts. Establishes application requirements for geothermal resources development within conservation districts. Effective 07/01/2020. (HD2)

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