#### A BILL FOR AN ACT

RELATING TO PUBLIC LAND.

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

SECTION 1. Section 171-2, Hawaii Revised Statutes, is
 amended to read as follows:

"§171-2 Definition of public lands. "Public lands" means 3 all lands or interest therein in the State classed as government 4 or crown lands previous to August 15, 1895, or acquired or 5 reserved by the government upon or subsequent to that date by 6 purchase, exchange, escheat, or the exercise of the right of 7 eminent domain, or in any other manner; including lands accreted 8 after May 20, 2003, and not otherwise awarded, submerged lands, 9 and lands beneath tidal waters that are suitable for 10 reclamation, together with reclaimed lands that have been given 11 the status of public lands under this chapter, except: 12 Lands designated in section 203 of the Hawaiian Homes (1)13 Commission Act, 1920, as amended; 14 Lands set aside pursuant to law for the use of the (2)15 United States; 16

17 (3) Lands being used for roads and streets;



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..... Lands to which the United States relinquished the 1 (4) 2 absolute fee and ownership under section 91 of the 3 Hawaiian Organic Act prior to the admission of Hawaii as a state of the United States unless subsequently 4 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 Lands to which the University of Hawaii holds title; (5) 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 that 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 that 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[ $ au$			
12		and			
13	<del>(12)</del>	Lands which are set aside by the governor to the			
14		public land development corporation; lands leased to			
14 15		public land development corporation; lands leased to the the public land development corporation by any			
15		the public land development corporation by any			
15 16		the public land development corporation by any department or agency of the State; or lands to which			
15 16 17	SECT	the public land development corporation by any department or agency of the State; or lands to which the public land development corporation holds title in			
15 16 17 18		the public land development corporation by any department or agency of the State; or lands to which the public land development corporation holds title in its corporate capacity]."			
15 16 17 18 19	amended b	the public land development corporation by any department or agency of the State; or lands to which the public land development corporation holds title in its corporate capacity]." ION 2. Section 171-64.7, Hawaii Revised Statutes, is			
15 16 17 18 19 20	amended b	the public land development corporation by any department or agency of the State; or lands to which the public land development corporation holds title in its corporate capacity]." ION 2. Section 171-64.7, Hawaii Revised Statutes, is y amending subsection (a) to read as follows:			



1	classed a	s 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			
10		United States;			
11	(2)	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;			
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1	(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		and
12	<del>(9)</del>	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	SECT	ION 3. Section 173A-4, Hawaii Revised Statutes, is
17	amended b	y amending subsections (c) and (d) to read as follows:
18	"(C)	The board shall, in consultation with the senate
19	president	and the speaker of the house of representatives,
20	require a	s a condition of the receipt of funds that state and
21	county ag	encies receiving funds under this chapter provide a
22	conservat	ion easement under chapter 198, or an agricultural
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1 easement or deed restriction or covenant to the department of 2 land and natural resources; the department of agriculture; the 3 agribusiness development corporation; [the public land development corporation;] an appropriate land conservation 4 5 organization; or a county, state, or federal natural resource 6 conservation agency, that shall run with the land and be 7 recorded with the land to ensure the long-term protection of 8 land having value as a resource to the State and preserve the interests of the State. The board shall require as a condition 9 10 of the receipt of funds that it be an owner of any such 11 conservation easement.

12 (d). The board shall, in consultation with the senate 13 president and the speaker of the house of representatives, 14 require as a condition of the receipt of funds that nonprofit 15 land conservation organizations receiving funds under this 16 chapter provide a conservation easement under chapter 198, or an 17 agricultural easement or deed restriction or covenant to the 18 department of land and natural resources; the department of 19 agriculture; the agribusiness development corporation; [the 20 public-land development corporation;] an appropriate land 21 conservation agency; or an appropriate county, state, or federal 22 natural resource conservation agency, that shall run with the



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1 land and be recorded with the land to ensure the long-term
2 protection of land having value as a resource to the State and
3 preserve the interests of the State. The board shall require as
4 a condition of the receipt of funds that it be an owner of any
5 such conservation easement."

6 SECTION 4. Section 173A-5, Hawaii Revised Statutes, is
7 amended by amending subsection (i) to read as follows:

8 "(i) Based on applications from state agencies, counties, 9 and nonprofit land conservation organizations, the department, 10 in consultation with the senate president and speaker of the 11 house of representatives, shall recommend to the board specific parcels of land to be acquired, restricted with conservation 12 13 easements, or preserved in similar fashion. The board shall 14 review the selections and approve or reject the selections 15 according to the availability of moneys in the fund. To be 16 eligible for grants from the fund, state and county agencies and 17 nonprofit land conservation organizations shall submit 18 applications to the department that contain:

19 (1) Contact information for the project;

20 (2) A description of the project;

21 (3) The request for funding;



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1	(4)	Cost estimates for acquisition of the interest in the	
2		land;	
3	(5)	(5) Location and characteristics of the land;	
4	(6)	The project's public benefits, including but not	
5		limited to where public access may be practicable or	
6		not practicable and why;	
7	(7)	Results of the applicant's consultation with the staff	
8		of the department, the department of agriculture, <u>and</u>	
9		the agribusiness development corporation[ <del>, and the</del>	
10		public land development corporation] regarding the	
11		maximization of public benefits of the project, where	
12		practicable; and	
13	(8)	Other similar, related, or relevant information as	
14		determined by the department."	
15	SECT:	ION 5. Section 206E-4, Hawaii Revised Statutes, is	
16	amended to	o read as follows:	
17	"§20	6E-4 Powers; generally. Except as otherwise limited	
18	by this cl	hapter, the authority may:	
19	(1)	Sue and be sued;	
20	(2)	Have a seal and alter the same at pleasure;	



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1 Make and execute contracts and all other instruments (3) 2 necessary or convenient for the exercise of its powers 3 and functions under this chapter; 4 Make and alter bylaws for its organization and (4) 5 internal management; 6 (5) Make rules with respect to its projects, operations, 7 properties, and facilities, which rules shall be in 8 conformance with chapter 91; 9 (6) Through its executive director appoint officers, 10 agents, and employees, prescribe their duties and 11 qualifications, and fix their salaries, without regard 12 to chapter 76; 13 (7) Prepare or cause to be prepared a community 14 development plan for all designated community 15 development districts; (8) 16 Acquire, reacquire, or contract to acquire or 17 reacquire by grant or purchase real, personal, or 18 mixed property or any interest therein; to own, hold, 19 clear, improve, and rehabilitate, and to sell, assign, 20 exchange, transfer, convey, lease, or otherwise 21 dispose of or encumber the same;



1	(9)	Acquire or reacquire by condemnation real, personal,
2		or mixed property or any interest therein for public
3		facilities, including but not limited to streets,
4		sidewalks, parks, schools, and other public
5		improvements;
6	(10)	By itself, or in partnership with qualified persons,
7		acquire, reacquire, construct, reconstruct,
8		rehabilitate, improve, alter, or repair or provide for
9		the construction, reconstruction, improvement,
10		alteration, or repair of any project; own, hold, sell,
11		assign, transfer, convey, exchange, lease, or
12		otherwise dispose of or encumber any project, and in
13		the case of the sale of any project, accept a purchase
14		money mortgage in connection therewith; and repurchase
15		or otherwise acquire any project which the authority
16		has theretofore sold or otherwise conveyed,
17		transferred, or disposed of;
18	(11)	Arrange or contract for the planning, replanning,
19		opening, grading, or closing of streets, roads,
20		roadways, alleys, or other places, or for the
21		furnishing of facilities or for the acquisition of



1 property or property rights or for the furnishing of 2 property or services in connection with a project; 3 Grant options to purchase any project or to renew any (12)4 lease entered into by it in connection with any of its 5 projects, on such terms and conditions as it deems 6 advisable; 7 (13) Prepare or cause to be prepared plans, specifications, 8 designs, and estimates of costs for the construction, 9 reconstruction, rehabilitation, improvement, 10 alteration, or repair of any project, and from time to time to modify such plans, specifications, designs, or 11 12 estimates: 13 Provide advisory, consultative, training, and (14)14 educational services, technical assistance, and advice 15 to any person, partnership, or corporation, either 16 public or private, to carry out the purposes of this 17 chapter, and engage the services of consultants on a 18 contractual basis for rendering professional and 19 technical assistance and advice: 20 (15)Procure insurance against any loss in connection with 21 its property and other assets and operations in such 22 amounts and from such insurers as it deems desirable;



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1 (16)Contract for and accept gifts or grants in any form 2 from any public agency or from any other source; 3 Do any and all things necessary to carry out its (17)4 purposes and exercise the powers given and granted in 5 this chapter; and 6 (18) Allow satisfaction of any affordable housing 7 requirements imposed by the authority upon any 8 proposed development project through the construction 9 of reserved housing, as defined in section 206E-101, 10 by a person on land located outside the geographic 11 boundaries of the authority's jurisdiction; provided 12 that the authority shall not permit any person to make 13 cash payments in lieu of providing reserved housing, 14 except to account for any fractional unit that results 15 after calculating the percentage requirement against 16 residential floor space or total number of units 17 developed. The substituted housing shall be located 18 on the same island as the development project and 19 shall be substantially equal in value to the required reserved housing units that were to be developed on 20 21 site. The authority shall establish the following 22 priority in the development of reserved housing:



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1		(A)	Within the community development district;		
2		(B)	Within areas immediately surrounding the		
3			community development district;		
4		(C)	Areas within the central urban core;		
5		(D)	In outlying areas within the same island as the		
6			development project.		
7			The Hawaii community development authority shall		
8		adopt rules relating to the approval of reserved			
9		housing that are developed outside of a community			
10		deve	development district. The rules shall include, but		
11		are not limited to, the establishment of guidelines to			
12		ensu	ensure compliance with the above priorities[ <del>; and</del>		
13	<del>(19)</del>	<del>Assi</del>	st the public land development corporation		
14		esta	blished by section 171C 3 in identifying public		
15		lands that may be suitable for development, carrying			
16		on-marketing analysis to determine the best-revenue			
17		generating programs for the public lands identified,			
18		entering into public private agreements to			
19		appropriately develop the public-lands-identified, and			
20		<del>prov</del>	iding the leadership for the development,		
21		financing, improvement, or enhancement of the selected			
22		deve	lopment-opportunities; provided-that no assistance		
		12 12	1 /		



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1 shall be provided unless the authority authorizes the 2 assistance]." 3 SECTION 6. Chapter 171C, Hawaii Revised Statutes, is 4 repealed. 5 SECTION 7. All records, equipment, machines, files, 6 supplies, contracts, books, papers, documents, maps, and other 7 personal property heretofore made, used, acquired, or held by 8 the public land development corporation shall be transferred to 9 the department of land and natural resources. 10 SECTION 8. All development rights transferred to the 11 public land development corporation from another state entity 12 shall be transferred back to the state entity from which they 13 were transferred. 14 SECTION 9. All unexpended funds appropriated to the public 15 land development corporation pursuant to Act 55, Session Laws of 16 Hawaii 2011, or otherwise deposited into the Hawaii public land 17 development revolving fund created pursuant to section 171C-17, 18 Hawaii Revised Statutes, shall revert back to the source from 19 which the funds were appropriated.

20 SECTION 10. Statutory material to be repealed is bracketed21 and stricken. New statutory material is underscored.



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SECTION 11. This Act shall take effect upon its approval;
 provided that section 6 and section 9 of this Act shall take
 effect on July 1, 2013.

INTRODUCED BY:

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### H.B. NO. (10

#### Report Title:

Public Land Development Corporation

#### Description:

Repeals the Public Land Development Corporation. Transfers certain assets to the Department of Land and Natural Resources.

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