# A BILL FOR AN ACT

RELATING TO OVERNIGHT ACCOMMODATIONS ON AGRICULTURAL LANDS.

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

- 1 SECTION 1. The purpose of this Act is to establish
- 2 agricultural tourism activities, including overnight
- 3 accommodations for stays of less than thirty consecutive days as
- 4 a permissible use for a bona fide farming operation in state
- 5 agricultural districts.
- 6 The intent of this Act is to ensure that bona fide farming
- 7 operations that meet the statutory criteria shall not be
- 8 required to obtain a special permit pursuant to section 205-6,
- 9 Hawaii Revised Statutes, for accessory agricultural tourism
- 10 activities. Thus, depending on the particular county's
- 11 ordinances, an applicant may apply for a ministerial permit for
- 12 an agricultural tourism use; provided that the applicant
- 13 demonstrates that the agricultural income from the farming
- 14 operation as defined in section 165-2, Hawaii Revised Statutes,
- 15 meets or exceeds the minimum income criteria. Applicants not
- 16 meeting the bona fide farming operation criteria will not be
- 17 able to conduct agricultural tourism activities, including

- 1 overnight accommodations, without obtaining a special permit
- 2 pursuant to section 205-6, Hawaii Revised Statutes.
- 3 The counties, pursuant to this Act, are authorized to
- 4 further regulate agricultural tourism activities, including
- 5 overnight accommodations, under existing or amended county
- 6 codes.
- 7 SECTION 2. Section 141-9, Hawaii Revised Statutes, is
- 8 amended by amending subsection (a) to read as follows:
- 9 "(a) There is established within the department of
- 10 agriculture an energy feedstock program that shall:
- 11 (1) Maintain cognizance of actions taken by industry and
- by federal, state, county, and private agencies in
- activities relating to the production of energy
- 14 feedstock, and promote and support worthwhile energy
- 15 feedstock production activities in the State;
- 16 (2) Serve as an information clearinghouse for energy
- 17 feedstock production activities;
- 18 (3) Coordinate development projects to investigate and
- 19 solve biological and technical problems involved in
- 20 raising selected species with commercial energy
- 21 generating potential;

1	(4)	Actively seek lederal funding for energy leedstock
2		production activities;
3	(5)	Undertake activities required to develop and expand
4		the energy feedstock production industry; and
5	(6)	Perform other functions and activities as may be
6		assigned by law, including monitoring the compliance
7		provisions under section [ $\frac{205}{4.5}$ (a)( $\frac{16}{16}$ ).] $\frac{205}{100}$
8		4.5(a)(15)."
9	SECT	ION 3. Section 205-2, Hawaii Revised Statutes, is
10	amended by	y amending subsection (d) to read as follows:
11	" (d)	Agricultural districts shall include:
12	(1)	Activities or uses as characterized by the cultivation
13		of crops, crops for bioenergy, orchards, forage, and
14		forestry;
15	(2)	Farming activities or uses related to animal husbandry
16		and game and fish propagation;
17	(3)	Aquaculture, which means the production of aquatic
18		plant and animal life within ponds and other bodies of
19		water;
20	(4)	Wind generated energy production for public, private,
21		and commercial use;

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2		$[\frac{205}{4.5(a)}, \frac{(16)}{(16)}]$ $\underline{205-4.5(a)}, for public, private,$			
3		and commercial use;			
4	(6)	Solar energy facilities; provided that:			
5		(A) This paragraph shall apply only to land with soil			
6		classified by the land study bureau's detailed			
7		land classification as overall (master)			
8		productivity rating class B, C, D, or E; and			
9		(B) Solar energy facilities placed within land with			
10		soil classified as overall productivity rating			
11		class B or C shall not occupy more than ten per			
12		cent of the acreage of the parcel, or twenty			
13		acres of land, whichever is lesser;			
14	(7)	Bona fide agricultural services and uses that support			
15		the agricultural activities of the fee or leasehold			
16		owner of the property and accessory to any of the			

above activities, regardless of whether conducted on

the same premises as the agricultural activities to

defined in section 205-4.5(a)(4), employee housing,

facilities, photovoltaic, biogas, and other small-

which they are accessory, including farm dwellings as

farm buildings, mills, storage facilities, processing

(5) Biofuel production, as described in section

		scare renewable energy systems producing energy sorery
2		for use in the agricultural activities of the fee or
3		leasehold owner of the property, agricultural-energy
4		facilities as defined in section [205 4.5(a)(17),
5		205-4.5(a)(16), vehicle and equipment storage areas,
6		and plantation community subdivisions as defined in
7		section 205-4.5(a)(12);
8	(8)	Wind machines and wind farms;
9	(9)	Small-scale meteorological, air quality, noise, and
10		other scientific and environmental data collection and
11		monitoring facilities occupying less than one-half
12		acre of land; provided that these facilities shall not
13		be used as or equipped for use as living quarters or
14		dwellings;
15	(10)	Agricultural parks;
. 16	(11)	Agricultural tourism uses or activities, including
17		overnight accommodations for stays of less than thirty
18		consecutive days, conducted [on a working farm, or] in
19		conjunction with a bona fide farming operation [as
20		defined in section 165 2, for the enjoyment,
21		education, or involvement of visitors]; provided that
22		the agricultural tourism <u>use or</u> activity is accessory

1	and secondary to the principal agricultural use and				
2	does not interfere with surrounding farm operations;				
3	and provided further that [this paragraph shall apply				
4	only to a county that has adopted ordinances				
5	regulating-agricultural tourism under section 205-5;				
6	an agricultural tourism use or activity shall not be				
7	permissible in the absence of bona fide farming				
8	operations and the agricultural tourism use or				
9	activity shall terminate upon cessation of the farming				
10	operation's agricultural activity. For the purposes				
11	of this chapter, "bona fide farming operation" means a				
12	farming operation as defined in section 165-2 that				
13	meets any criteria and standards adopted by county				
14	ordinance pursuant to section 205-5(b) and, at				
15	minimum:				
16	(A) Has been in operation for not less than two				
17	<pre>years;</pre>				
18	(B) Derives the majority of its annual gross income				
19	from the sale of agricultural products grown by				
20	the farming operation on the subject property for				
21	which an agricultural tourism use is proposed;				
22	and				

1		(C) For	a minimum of two of the preceding five years,
2		has	annual gross sales of agricultural products
3		grow	m on the subject property of no less than:
4		<u>(i)</u>	\$35,000 if the agricultural tourism uses or
5			activities require permanent, enclosed
6			structures or include overnight
7			accommodations; or
8		<u>(ii)</u>	\$10,000 if the agricultural tourism uses or
9			activities do not require permanent,
10			enclosed structures and do not include
11			overnight accommodations.
12	[ <del>-(12)-</del>	Agricultu	ral tourism activities, including overnight
13		accommoda	tions of twenty one days or less, for any one
14		stay with	in a county; provided that this paragraph
15		shall-app	oly only to a county that includes at least
16		three isl	ands and has adopted ordinances regulating
17		agricultu	ral tourism activities pursuant to section
18		<del>205 5; pr</del>	covided further that the agricultural tourism
19		activitic	es coexist with bona fide agricultural
20		activity.	- For the purposes of this paragraph, "bona
21		<del>fide agri</del>	cultural activity" means a farming operation
22		as define	ed in section 165-2;

1	<del>(13)</del> ]	(12)	Open area recreational facilities;				
2	[ <del>[(14)]</del> ]	<u>(13)</u>	Geothermal resources exploration and geothermal				
3		reso	resources development, as defined under section 182-1;				
4		and	and				
5	[ <del>{(15)}</del> ]	(14)	Agricultural-based commercial operations,				
6		incl	uding:				
7		(A)	A roadside stand that is not an enclosed				
8			structure, owned and operated by a producer for				
9			the display and sale of agricultural products				
10	•		grown in Hawaii and value-added products that				
11			were produced using agricultural products grown				
12		,	in Hawaii;				
13		(B) Retail activities in an enclosed structure own					
14			and operated by a producer for the display and				
15			sale of agricultural products grown in Hawaii,				
16			value-added products that were produced using				
17			agricultural products grown in Hawaii, logo items				
18			related to the producer's agricultural				
19			operations, and other food items; and				
20		(C)	A retail food establishment owned and operated by				
21			a producer and permitted under [+]title 11,[+]				
22			chapter 12 of the rules of the department of				

1	health that prepares and serves food at retail
2	using products grown in Hawaii and value-added
3	products that were produced using agricultural
4	products grown in Hawaii.
5	The owner of an agricultural-based commercial
6	operation shall certify, upon request of an officer or
7	agent charged with enforcement of this chapter under
8	section 205-12, that the agricultural products
9	displayed or sold by the operation meet the
10	requirements of this paragraph.
11	Agricultural districts shall not include golf courses and golf
12	driving ranges, except as provided in section 205-4.5(d).
13	Agricultural districts include areas that are not used for, or
14	that are not suited to, agricultural and ancillary activities by
15	reason of topography, soils, and other related characteristics."
16	SECTION 4. Section 205-4.5, Hawaii Revised Statutes, is
17	amended by amending subsection (a) to read as follows:
18	"(a) Within the agricultural district, all lands with soil
19	classified by the land study bureau's detailed land
20	classification as overall (master) productivity rating class A
21	or B shall be restricted to the following permitted uses:

•	( - )	curervacion or crops, including crops for brochergy,
2		flowers, vegetables, foliage, fruits, forage, and
3		timber;
4	(2)	Game and fish propagation;
5	(3)	Raising of livestock, including poultry, bees, fish,
6		or other animal or aquatic life that are propagated
7		for economic or personal use;
8	(4)	Farm dwellings, employee housing, farm buildings, or
9		activities or uses related to farming and animal
10		husbandry. "Farm dwelling", as used in this
11		paragraph, means a single-family dwelling located on
12		and used in connection with a farm, including clusters
13		of single-family farm dwellings permitted within
14		agricultural parks developed by the State, or where
15		agricultural activity provides income to the family
16		occupying the dwelling;
17	(5)	Public institutions and buildings that are necessary
18		for agricultural practices;

(6) Public and private open area types of recreational

riding stables, but not including dragstrips,

uses, including day camps, picnic grounds, parks, and

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1		airports, drive-in theaters, golf courses, golf
2		driving ranges, country clubs, and overnight camps;
3	(7)	Public, private, and quasi-public utility lines and
4		roadways, transformer stations, communications
5		equipment buildings, solid waste transfer stations,
6		major water storage tanks, and appurtenant small
7		buildings such as booster pumping stations, but not
8		including offices or yards for equipment, material,
9		vehicle storage, repair or maintenance, treatment
10		plants, corporation yards, or other similar
11		structures;
12	(8)	Retention, restoration, rehabilitation, or improvement
13		of buildings or sites of historic or scenic interest;
14	(9)	Agricultural-based commercial operations as described
15		in section [ <del>[205-2(d)(15)];</del> ] <u>205-2(d)(14);</u>
16	(10)	Buildings and uses, including mills, storage, and
17		processing facilities, maintenance facilities,
18		photovoltaic, biogas, and other small-scale renewable
19		energy systems producing energy solely for use in the
20		agricultural activities of the fee or leasehold owner
21		of the property, and vehicle and equipment storage
22		areas that are normally considered directly accessory

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1		to the above-mentioned uses and are permitted under				
2		section 205-2(d);				
3	(11)	Agricultural parks;				
4	(12)	Plantation community subdivisions, which as used in				
5		chis chapter means an established subdivision or				
6		cluster of employee housing, community buildings, and				
7		agricultural support buildings on land currently or				
8		formerly owned, leased, or operated by a sugar or				
9		pineapple plantation; provided that the existing				
10		structures may be used or rehabilitated for use, and				
l <b>1</b>		new employee housing and agricultural support				
12		buildings may be allowed on land within the				
13		subdivision as follows:				
14		(A) The employee housing is occupied by employees or				
15		former employees of the plantation who have a				
16		property interest in the land;				
17		B) The employee housing units not owned by their				
18		occupants shall be rented or leased at affordable				
19		rates for agricultural workers; or				
20		(C) The agricultural support buildings shall be				
21		rented or leased to agricultural business				
22		operators or agricultural support services;				

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1	(13)	Agricultural tourism uses or activities, including
2		overnight accommodations for stays of less than thirty
3		consecutive days conducted [on a working farm, or] in
4		conjunction with a bona fide farming operation [as
5		defined in section 165 2, for the enjoyment,
6		education, or involvement of visitors]; provided that
7		the agricultural tourism <u>use or</u> activity is accessory
8		and secondary to the principal agricultural use and
9		does not interfere with surrounding farm operations;
10		and provided further that [this paragraph shall apply
11		only to a county that has adopted ordinances
12		regulating agricultural tourism under section 205-5;
13	•	an agricultural tourism use or activity shall not be
14		permissible in the absence of farming operations and
15		the agricultural tourism use or activity shall
16		terminate upon cessation of the farming operation's
17		agricultural activity. For the purposes of this
18		chapter, "bona fide farming operation" means a farming
19		operation as defined in section 165-2 that meets any
20		criteria and standards adopted by county ordinance
21		pursuant to section 205-5(b) and, at minimum:

1		(A)	Has been	in operation for not less than two		
2			years;			
3		(B)	(B) Derives the majority of its annual gross income			
4			from the	sale of agricultural products grown by		
5			the farm	ing operation on the subject property for		
6			which an	agricultural tourism use is proposed;		
7			and			
8		<u>(C)</u>	For a mi	nimum of two of the preceding five years,		
9			has annu	al gross sales of agricultural products		
10			grown on	the subject property of no less than:		
11			<u>(i)</u> \$35	,000 if the agricultural tourism uses or		
12			act	ivities that require permanent, enclosed		
13			str	uctures or include overnight		
14			acc	commodations; or		
15		,	<u>ii) \$10</u>	,000 if the agricultural tourism uses or		
16			act	ivities do not require permanent,		
17			enc	losed structures and do not include		
18			ove	ernight accommodations.		
19	[ <del>(14)</del>	<del>Agri</del>	ultural	tourism activities, including overnight		
20		acco	<del>modatio</del> n	s of twenty one days or less, for any one		
21		stay	within a	county; provided that this paragraph		
22		shal	. apply c	only to a county that includes at least		

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1		three islands and has adopted ordinances-regulating
2		agricultural tourism activities pursuant to section
3		205-5; provided further that the agricultural tourism
4		activities coexist with a bona fide agricultural
5		activity. For the purposes of this paragraph, "bona
6		fide-agricultural activity" means a farming operation
7		as-defined in section 165-2;
8	<del>(15)</del> -]	(14) Wind energy facilities, including the
9		appurtenances associated with the production and
10		transmission of wind generated energy; provided that
11		the wind energy facilities and appurtenances are
12		compatible with agriculture uses and cause minimal
13		adverse impact on agricultural land;
14	[ <del>(16)</del> ]	(15) Biofuel processing facilities, including the
15		appurtenances associated with the production and
16		refining of biofuels that is normally considered
<b>17</b>		directly accessory and secondary to the growing of the
18		energy feedstock; provided that biofuels processing
19		facilities and appurtenances do not adversely impact
20		agricultural land and other agricultural uses in the
21		vicinity.

For the purposes of this paragraph:

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"Appurtenances" means operational infrastructure
of the appropriate type and scale for economic
commercial storage and distribution, and other similar
handling of feedstock, fuels, and other products of
biofuel processing facilities.

"Biofuel processing facility" means a facility
that produces liquid or gaseous fuels from organic
sources such as biomass crops, agricultural residues,
and oil crops, including palm, canola, soybean, and
waste cooking oils; grease; food wastes; and animal
residues and wastes that can be used to generate
energy;

13 [<del>(17)</del>] (16) Agricultural-energy facilities, including 14 appurtenances necessary for an agricultural-energy enterprise; provided that the primary activity of the 15 16 agricultural-energy enterprise is agricultural 17 activity. To be considered the primary activity of an agricultural-energy enterprise, the total acreage 18 19 devoted to agricultural activity shall be not less 20 than ninety per cent of the total acreage of the agricultural-energy enterprise. The agricultural-21 22 energy facility shall be limited to lands owned,

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1	leased, licensed, or operated by the entity conducting
2	the agricultural activity.
3	As used in this paragraph:
4	"Agricultural activity" means any activity
5	described in paragraphs (1) to (3) of this subsection.
6	"Agricultural-energy enterprise" means an
7	enterprise that integrally incorporates an
8	agricultural activity with an agricultural-energy
9	facility.
10	"Agricultural-energy facility" means a facility
11.	that generates, stores, or distributes renewable
12	energy as defined in section 269-91 or renewable fuel
13	including electrical or thermal energy or liquid or
14	gaseous fuels from products of agricultural activities
15	from agricultural lands located in the State.
16	"Appurtenances" means operational infrastructure
17	of the appropriate type and scale for the economic
18	commercial generation, storage, distribution, and
19	other similar handling of energy, including equipment,
20	feedstock, fuels, and other products of agricultural-
21	energy facilities;

1	[ <del>(18)</del> ]	(17) Construction and operation of wireless
2		communication antennas; provided that, for the
3		purposes of this paragraph, "wireless communication
4		antenna" means communications equipment that is either
5		freestanding or placed upon or attached to an already
6		existing structure and that transmits and receives
7		electromagnetic radio signals used in the provision of
8	•	all types of wireless communications services;
9		provided further that nothing in this paragraph shall
10		be construed to permit the construction of any new
11		structure that is not deemed a permitted use under
12		this subsection;
13	[ <del>(19)</del> -]	(18) Agricultural education programs conducted on a
14		farming operation as defined in section 165-2, for the
15		education and participation of the general public;
16		provided that the agricultural education programs are
17		accessory and secondary to the principal agricultural
18		use of the parcels or lots on which the agricultural
19		education programs are to occur and do not interfere
20		with surrounding farm operations. For the purposes of
21		this section, "agricultural education programs" means
22		activities or events designed to promote knowledge and

1	understanding of agricultural activities and practices	
2	conducted on a farming operation as defined in section	
3	165-2;	
4	[ <del>(20)</del> ] <u>(19)</u> Solar energy facilities that do not occupy more	
5	than ten per cent of the acreage of the parcel, or	
6	twenty acres of land, whichever is lesser; provided	
7	that this use shall not be permitted on lands with	
8	soil classified by the land study bureau's detailed	
9	land classification as overall (master) productivity	
10	rating class A; or	
11	$[\frac{\{(21)\}}{}]$ (20) Geothermal resources exploration and geothermal	
12	resources development, as defined under section	
13	182-1."	
14	SECTION 5. Section 205-5, Hawaii Revised Statutes, is	
15	amended by amending subsection (b) to read as follows:	
16	"(b) Within agricultural districts, uses compatible to the	
17	activities described in section 205-2 as determined by the	
18	commission shall be permitted; provided that accessory	
19	agricultural uses and services described in sections 205-2 and	
20	205-4.5 may be further defined by each county by zoning	
21	ordinance. [Each county shall adopt ordinances setting forth	
22	procedures and requirements, including provisions for	
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- 1 enforcement, penalties, and administrative oversight, for the 2 review and permitting of agricultural tourism uses and 3 activities as an accessory use on a working farm, or farming 4 operation as defined in section 165-2. Ordinances shall include but not be limited to: 5 6 (1) Requirements for access to a farm, including road 7 width, road surface, and parking; 8 (2) Requirements and restrictions for accessory facilities 9 connected with the farming operation, including gift 10 shops and restaurants; 11 (3) Activities that may be offered by the farming operation for visitors: 12 13 (4) Days and hours of operation; and 14 (5) Automatic termination of the accessory use upon the 15 cessation of the farming operation.] 16 Each county may adopt ordinances setting forth procedures, 17 standards, and requirements for the purposes of regulating 18 agricultural tourism uses and activities as an accessory use on 19 a bona fide farming operation pursuant to sections 205-2(d)(11) 20 and 205-4.5(a)(13); provided that: 21 (1) Proof of bona fide farming operation income should be 22 evidenced by, at a minimum:
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1	<u>(A)</u>	Federal tax forms that show profit or loss from		
2		farming and state general excise tax forms for		
3		each year of agricultural income as required by		
4		sections 205-2(d)(11) and 205-4.5(a)(13); or		
5	<u>(B)</u>	A notarized affidavit attesting that the income		
6		from the sale of agricultural products grown on		
7		the subject property meets or exceeds the minimum		
8		income requirements in sections 205-2(d)(11) and		
9		205-4.5(a)(13), or county ordinance, whichever is		
10		more; and		
11	(2) A county may adopt more restrictive standards and			
12	requirements for permitting and regulating			
13	agri	cultural tourism uses, including more restrictive		
14	inco	me criteria and proof of bona fide farming		
15	oper	ations.		
16	Each county may require an environmental assessment under			
17	chapter 343 as a condition to any agricultural tourism use and			
18	activity. Other uses may be allowed by special permits issued			
19	pursuant to this chapter. The minimum lot size in agricultural			
20	districts shal	districts shall be determined by each county by zoning		
21	ordinance, sub	ordinance, subdivision ordinance, or other lawful means;		
22	provided that	the minimum lot size for any agricultural use		
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- 1 shall not be less than one acre, except as provided herein. If
- 2 the county finds that unreasonable economic hardship to the
- 3 owner or lessee of land cannot otherwise be prevented or where
- 4 land utilization is improved, the county may allow lot sizes of
- 5 less than the minimum lot size as specified by law for lots
- 6 created by a consolidation of existing lots within an
- 7 agricultural district and the resubdivision thereof; provided
- 8 that the consolidation and resubdivision do not result in an
- 9 increase in the number of lots over the number existing prior to
- 10 consolidation; and provided further that in no event shall a lot
- 11 which is equal to or exceeds the minimum lot size of one acre be
- 12 less than that minimum after the consolidation and resubdivision
- 13 action. The county may also allow lot sizes of less than the
- 14 minimum lot size as specified by law for lots created or used
- 15 for plantation community subdivisions as defined in section
- 16 205-4.5(a)(12), for public, private, and quasi-public utility
- 17 purposes, and for lots resulting from the subdivision of
- 18 abandoned roadways and railroad easements."
- 19 SECTION 6. Each county may adopt interim rules or
- 20 ordinances to regulate agricultural tourism uses, to remain in
- 21 effect until the county has adopted or amended applicable county
- 22 codes to conform to this Act.

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- 1 SECTION 7. This Act shall not invalidate a lawful permit
- 2 for an agricultural tourism use or activity, including overnight
- 3 accommodations, on lands in an agricultural district in effect
- 4 on or before the effective date of this Act.
- 5 SECTION 8. Statutory material to be repealed is bracketed
- 6 and stricken. New statutory material is underscored.
- 7 SECTION 9. This Act, upon its approval, shall take effect
- 8 on July 1, 2014.

#### Report Title:

Agricultural Lands; Agricultural Tourism; Bona Fide Farming Operation

### Description:

Allows for agricultural tourism including overnight accommodations coextensive with bona fide farming operations. Authorizes counties to adopt rules and ordinances. (HB1266 HD1)

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