HOUSE OF REPRESENTATIVES TWENTY-SEVENTH LEGISLATURE, 2014 STATE OF HAWAII

H.B. NO. **1841**

A BILL FOR AN ACT

RELATING TO THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY.

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

1 SECTION 1. The legislature established the Hawaii 2 community development authority in 1976 as a public entity to plan new and innovative forms of urban redevelopment and renewal 3 4 to meet certain community needs, especially the provision of low 5 and moderate income housing located in residential and mixed-use 6 areas with sufficient public facilities and services. To ensure 7 that comprehensive and coordinated development plans were 8 executed by and for the community, the authority was explicitly 9 required to engage affected communities in area development 10 plans and projects. However the legislature finds that in the 11 over thirty-seven years since its creation, the authority has 12 not fulfilled the policies and purposes set out for it by the 13 legislature. Development projects that do not comply either 14 with legislative goals or the applicable development plans 15 established for community development districts have been 16 permitted, sometimes on an accelerated basis. The approval 17 processes for proposed projects also lack both accountability and transparency to the detriment of the communities affected. 18 HB HMS 2013-4526

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1 The legislature finds that, in accord with the intent of 2 the legislature in establishing the Hawaii community development 3 authority, community development plans should be implemented in 4 recognition of existing uses and according to minimum 5 requirements for good planning and design to preserve public 6 health and safety, ensure access to sufficient public services, 7 and avoid unintended effects on public resources and the human 8 environment. Community development plans are intended to be 9 adopted in consideration of community engagement and, once 10 adopted, are intended to be strictly followed, particularly in 11 regards to density, infrastructure, and affordable housing 12 requirements.

The legislature finds that renewal and redevelopment of 13 14 residential areas provide stability to existing neighborhoods 15 and encourage compatible land uses that promote the unique character of Hawaii, including through renovation and 16 17 restoration of existing historical neighborhoods and structures 18 that might otherwise deteriorate. Innovative planning and 19 creative development strategies ensure that urban redevelopment fulfils the intent of the legislature in creating the authority; 20 meets community needs; and accommodates resident, commercial, 21



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and visitor needs including for sanitation, schools, hospitals
 and emergency services, and parks and open space.

3 The legislature also finds that support for multiple modes 4 of transportation and circulation patterns that are consistent 5 with the needs of residents, businesses, and visitors will make 6 redeveloped urban areas more accessible and attractive because 7 of the efficient flow of pedestrian, bicycle, and vehicular 8 traffic within the area. Building design, architectural 9 elements, and landscape elements can be used to facilitate 10 pedestrian and other non-vehicular traffic that complements 11 Hawaii's tropical climate while acknowledging the urban setting.

Finally, the legislature finds that urban redevelopment
should provide adequate, functional, and accessible view planes,
historic and cultural resources, and parks and open spaces
containing generous landscaping to offset high density.

16 The purpose of this Act is to specify mandatory, statewide 17 redevelopment policies and processes for urban areas to ensure 18 that redevelopment projects serve all of Hawaii's residents, 19 particularly by providing sufficient affordable housing and 20 needed community services while minimizing real estate



speculation.

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1	SECTION 2. Chapter 206E, Hawaii Revised Statutes, is
2	amended by adding a new section to part I to be appropriately
3	designated and to read as follows:
4	" <u>\$206E-</u> Contested case hearing; judicial review. Any
5	person adversely affected by an action or decision of the
6	authority may file a petition for a contested case hearing on
7	the authority's action or decision. Any contested case hearing
8	shall be held in accordance with chapter 91."
9	SECTION 3. Section 206E-5, Hawaii Revised Statutes, is
10	amended by amending subsection (f) to read as follows:
11	"(f) The authority [may] shall adopt and amend the
12	community development plan [as may be necessary. Amendments
13	shall be made in accordance with chapter 91.] only as authorized
14	by the legislature."
15	SECTION 4. Section 206E-5.5, Hawaii Revised Statutes, is
16	amended to read as follows:
17	"[{]§206E-5.5[}] Community engagement and public notice
18	requirements; informative and timely posting on the authority's
19	website; required. (a) The authority shall adopt community
20	engagement and public notice procedures pursuant to chapter 91
21	that shall include at a minimum:



1	(1)	A means to effectively engage the community in which
2		the authority is planning a [development] project to
3		ensure that community concerns are received [and].
4		considered and incorporated into the plans for the
5		project by the authority $[+]$ through working with
6		residents and landowners in the community in which a
7		project is proposed to be located to ensure that the
8		area plan and rules are followed and that proposed
9		projects do not adversely affect the community or its
10		residents or businesses;
11	(2)	The posting of the authority's proposed plans for
12		development of community development districts,
13		including plans for redevelopment projects, which
14		shall include details of any proposed projects as well
15		<u>as</u> public hearing notices $[\tau]$ and minutes of its
16		proceedings on the authority's website; provided that
17		the authority shall mail copies of all documents
18		required by this paragraph to property owners and
19		residents of the affected community upon request; and
20	(3)	Any other information that the public may [find
21		useful] request so that it may meaningfully



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1		participate in the authority's decision-making
2		processes.
3	(b)	[The] <u>Upon receipt of any new development proposal,</u>
4	<u>the</u> autho	rity shall notify the president of the senate [and].
5	speaker o	f the house $[+]$, and all members of the legislature and
6	the appro	priate city or county council members who represent the
7	district	in which the proposed project is to be located and
8	<u>shall tra</u>	nsmit to them:
9	<u>(1)</u>	A copy of the project proposal and application;
10	(2)	A copy of the proposed project's environmental
11		assessment or environmental impact statement, which
12		may be provided electronically in portable document
13		format form;
14	(3)	The recommendations of the authority's executive
15		director regarding the proposed project;
16	(4)	[(1) Of] <u>Notice of</u> any public hearing upon posting of
17		the hearing notice; and
18	[(2)	With a] (5) At least two weeks prior to a decision-
19	,	making hearing on the proposed project, a report
20		detailing the public's [reaction at the public
21		hearing, within one week after the hearing.] comments
22		on the proposed project and the authority's response
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1 to any concerns raised about the proposed project at a 2 public hearing on the proposed project or in written 3 testimony submitted within one week after the public 4 hearing." SECTION 5. Section 206E-5.6, Hawaii Revised Statutes, is 5 amended to read as follows: 6 7 "[+]\$206E-5.6[+] Public hearing for decision-making; 8 separate hearing required. (a) When rendering a decision 9 regarding: 10 An amendment to any of the authority's community (1)11 development rules established pursuant to chapter 91 12 and section 206E-7; or 13 (2)The acceptance of a developer's proposal to develop 14 lands under the authority's control, 15 the authority shall render its decision at a public hearing 16 separate from the hearing that the proposal under paragraph (1) 17 or (2) was presented. 18 The authority shall issue a public notice in (b) 19 accordance with section 1-28.5 and post the notice on its 20 website; provided that the decision-making hearing shall not 21 occur earlier than five business days after the notice is 22 posted. Prior to rendering a decision, the authority shall HB HMS 2013-4526

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1	[provide	the general public with the opportunity to testify]
2	take addi	tional public testimony at its decision-making hearing.
3	(c)	The authority shall notify the president of the senate
4	[and] <u>,</u> sp	eaker of the house[+], and all members of the
5	legislatu	re and the appropriate city or county council member
6	<u>who repre</u>	sents the district in which the proposed project is to
7	be locate	d:
8	(1)	Of any public hearing upon posting of the hearing
9		notice; and
10	(2)	With a report [detailing the public's reaction at the
11		public hearing, within one week after the hearing.]
12		that conforms to the requirements of section 206E-
13		<u>5.5(b)(5).</u>
14	<u>(d)</u>	The authority shall give serious consideration to and
15	<u>shall res</u>	pond orally to all concerns raised by the public at the
16	decision-	making hearing before the authority makes a decision.
17	If sugges	ted modifications raised prior to the decision-making
18	<u>hearing</u> b	y community members impacted by a proposed project are
19	<u>not incor</u>	porated into the authority's decision to approve the
20	project,	the authority shall explain in detail, both in writing
21	and orall	y, the reasons why those modifications have not been
22	incorpora	ted before issuing a decision to approve the project."
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1 SECTION 6. Section 206E-33, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "§206E-33 Kakaako community development district; development guidance policies. The following shall be the 4 5 development guidance policies generally governing the 6 authority's action in the Kakaako community development 7 district: 8 (1) Development shall result in a community which permits 9 an appropriate land mixture of residential, 10 commercial, industrial, and other uses. In view of 11 the innovative nature of the mixed use approach, urban 12 design policies should be established to provide 13 guidelines for the public and private sectors in the 14 proper development of this district; while the 15 authority's development responsibilities apply only to 16 the area within the district, the authority may engage 17 in any studies or coordinative activities permitted in 18 this chapter which affect areas lying outside the 19 district, where the authority in its discretion 20 decides that those activities are necessary to implement the intent of this chapter. The studies or 21 22 coordinative activities shall be limited to facility



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1 systems, resident and industrial relocation, and other 2 activities with the counties and appropriate state 3 agencies. The authority may engage in construction 4 activities outside of the district; provided that such 5 construction relates to infrastructure development or 6 residential or business relocation activities; 7 provided further, notwithstanding section 206E-7, that 8 such construction shall comply with the general plan, development plan, ordinances, and rules of the county 9 in which the district is located; 10 11 (2) Existing and future industrial uses shall be permitted 12 and encouraged in appropriate locations within the 13 district. No plan or implementation strategy shall 14 prevent continued activity or redevelopment of 15 industrial and commercial uses which meet reasonable performance standards; 16 17 (3) Activities shall be located so as to provide primary reliance on public transportation and pedestrian 18 19 facilities for internal circulation within the 20 district or designated subareas;

21 (4) Major view planes, view corridors, and other
22 environmental elements such as natural light and



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1		prevailing winds, shall be preserved through necessary
2		regulation and design review;
3	(5)	Redevelopment of the district shall be compatible with
4		plans and special districts established for the Hawaii
5		Capital District, and other areas surrounding the
6		Kakaako district;
7	(6)	Historic sites and culturally significant facilities,
8		settings, or locations shall be preserved;
9	(7)	Land use activities within the district, where
10		compatible, shall to the greatest possible extent be
11		mixed horizontally, that is, within blocks or other
12		land areas, and vertically, as integral units of
13		multi-purpose structures;
14	(8)	Residential development [may] shall require a mixture
15		of densities $[\tau]$ not to exceed a maximum of 3.5 floor
16		area ratio, building types, building heights not to
17	•	exceed four hundred feet, and configurations in
18		accordance with appropriate urban design guidelines;
19		integration both vertically and horizontally of
20		residents of varying incomes, ages, and family groups;
21		and an increased supply of housing for residents of
22		low- or moderate-income may be required as a condition



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1		of redevelopment in residential use. Residential
2		development shall provide necessary and adequate
3		community facilities [τ] and services, such as schools,
4		open space, parks, community meeting places, child
5		care centers, and other services, within and adjacent
6		to residential development;
7	(9)	Public facilities within the district shall be
8		planned, located, and developed so as to support the
9		redevelopment policies for the district established by
10		this chapter and plans and rules adopted pursuant to
11		it[-] <u>;</u>
12	(10)	Before approving development projects, the authority
13		shall require comprehensive studies of and plans for
14		the capacity of the sewers, roads, water, utilities,
15		emergency services, schools, parks, and other
16		infrastructure requirements to ensure that the
17		infrastructure meets the needs generated by the
18		additional number of anticipated residents and, where
19		improvements are needed, the authority shall impose
20		the necessary impact fees upon the developer."
21	SECT	ION 7. Statutory material to be repealed is bracketed
22	and stric	ken. New statutory material is underscored.



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SECTION 8. This Act shall take effect upon its approval.
 INTRODUCED BY:

JAN 1 7 2014



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Report Title:

Hawaii Community Development Authority; Redevelopment

Description:

Amends procedures of the HCDA to require additional public notice and public input for development projects and rule changes. Establishes additional requirements for development projects before HCDA approval can be granted. Creates appeal process for HCDA actions and decisions.

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

