HOUSE OF REPRESENTATIVES TWENTY-SEVENTH LEGISLATURE, 2013 STATE OF HAWAII

H.B. NO. 589

A BILL FOR AN ACT

RELATING TO THE PUBLIC LAND DEVELOPMENT CORPORATION.

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 4 all lands or interest therein in the State classed as government or crown lands previous to August 15, 1895, or acquired or 5 6 reserved by the government upon or subsequent to that date by 7 purchase, exchange, escheat, or the exercise of the right of 8 eminent domain, or in any other manner; including lands accreted 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 12 the status of public lands under this chapter, except: 13 Lands designated in section 203 of the Hawaiian Homes (1)Commission Act, 1920, as amended; 14 Lands set aside pursuant to law for the use of the 15 (2)16 United States;

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(3) Lands being used for roads and streets;



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1	(4)	Lands to which the United States relinquished the
2		absolute fee and ownership under section 91 of the
3		Hawaiian Organic Act prior to the admission of Hawaii
4		as a state of the United States unless subsequently
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	(5)	Lands to which the University of Hawaii holds title;
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

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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[;	
12		and	
13	(12)	Lands which are set aside by the governor to the	
14		public-land-development corporation; lands leased to	
15		the public land development corporation by any	
16		department or agency of the State; or lands to which	
17		the public land development corporation holds title in	
18		its-corporate-capacity]."	
19	SECT	ION 2. Section 171-64.7, Hawaii Revised Statutes, is	
20	amended b	y amending subsection (a) to read as follows:	
21	"(a)	This section applies to all lands or interest therein	
22	owned or under the control of state departments and agencies		
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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	exercise of the right of eminent domain, or any other manner,		
5	including	including accreted lands not otherwise awarded, submerged lands,		
6	and lands	beneath tidal waters which are suitable for		
7	reclamati	on, 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	(9)	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 by	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, shall
20	require as	s a condition of the receipt of funds that state and
21	county age	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 agribusiness development corporation; [the public land 3 4 development-corporation;] an appropriate land conservation 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 land having value as a resource to the State and preserve the 8 9 interests of the State. The board shall require as a condition 10 of the receipt of funds that it be an owner of any such 11 conservation easement.

The board [shall], in consultation with the senate 12 (d) 13 president and the speaker of the house of representatives, shall 14 require as a condition of the receipt of funds that nonprofit 15 land conservation organizations receiving funds under this chapter provide a conservation easement under chapter 198, or an 16 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 house of representatives, shall recommend to the board specific 11 12 parcels of land to be acquired, restricted with conservation 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 nonprofit land conservation organizations shall submit 17 18 applications to the department that contain:

- 19 (1) Contact information for the project;
- 20 (2) A description of the project;
- 21
 - :1
- (3) The request for funding;



(4)	Cost estimates for acquisition of the interest in the
	land;
(5)	Location and characteristics of the land;
(6)	The project's public benefits, including but not
	limited to where public access may be practicable or
	not practicable and why;
(7)	Results of the applicant's consultation with the staff
	of the department, the department of agriculture, and
	the agribusiness development corporation[7-and the
	public land development corporation] regarding the
	maximization of public benefits of the project, where
	practicable; and
(8)	Other similar, related, or relevant information as
	determined by the department."
SECT	ION 5. Section 206E-4, Hawaii Revised Statutes, is
amended to	o read as follows:
"§200	6E-4 Powers; generally. Except as otherwise limited
by this cl	napter, the authority may:
(1)	Sue and be sued;
(2)	Have a seal and alter the same at pleasure;
	<pre>(5) (6) (7) (7) (8) SECT: amended to "\$200 by this ch (1)</pre>



1	(3)	Make and execute contracts and all other instruments
2		necessary or convenient for the exercise of its powers
3		and functions under this chapter;
4	(4)	Make and alter bylaws for its organization and
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;
16	(8)	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;



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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		<pre>improvements;</pre>
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



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1		property or property rights or for the furnishing of
2		property or services in connection with a project;
3	(12)	Grant options to purchase any project or to renew any
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
11		time to modify such plans, specifications, designs, or
12		estimates;
13	(14)	Provide advisory, consultative, training, and
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 from any public agency or from any other source; 2 3 Do any and all things necessary to carry out its (17)purposes and exercise the powers given and granted in 4 5 this chapter; and Allow satisfaction of any affordable housing 6 (18)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 that the authority shall not permit any person to make 12 13 cash payments in lieu of providing reserved housing, 14 except to account for any fractional unit that results after calculating the percentage requirement against 15 residential floor space or total number of units 16 17 developed. The substituted housing shall be located on the same island as the development project and 18 shall be substantially equal in value to the required 19 20 reserved housing units that were to be developed on 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		adop [.]	t rules relating to the approval of reserved
9		hous	ing that are developed outside of a community
10		deve.	lopment district. The rules shall include, but
11		are 1	not limited to, the establishment of guidelines to
12		ensu	re compliance with the above priorities[; and
13	(19)	Assi:	st the public-land-development-corporation
13 14	(19)		st the public-land-development-corporation slished-by section 171C-3 in identifying-public
	(19)	estal	
14	(19)	estal land	olished by section 1716-3 in identifying public
14 15	(19)	estal land: on ma	əlished-by-section-171C-3-in-identifying-public s-that-may-be-suitable-for-development, carrying
14 15 16	(19)	estal land: on ma gene:	olished-by section 171C-3 in identifying-public s that-may-be-suitable for-development, carrying arketing analysis to determine the best revenue-
14 15 16 17	.(19)	estal land on ma gene: ente:	plished-by section 171C-3 in identifying public that may be suitable for development, carrying arketing analysis to determine the best revenue- rating programs for the public lands identified,
14 15 16 17 18	(19)	estal land on ma gene: ente: appre	olished-by-section-171C-3-in-identifying-public a that-may-be-suitable for-development, carrying prketing analysis to determine the best revenue- rating-programs for the-public landsidentified, ring-into-public-private-agreements-to
14 15 16 17 18 19	(19)	estal land: on ma gene: ente: approv:	olished-by-section-171C-3-in-identifying-public s that-may be suitable for development, carrying arketing analysis to determine the best revenue- rating programs for the public lands-identified, ring-into-public-private agreements-to opriately-develop the public lands identified, and
14 15 16 17 18 19 20	(19)	estal land on ma gene: ente: appro prov: final	plished-by section 171G-3 in identifying public that may be suitable for development, carrying arketing analysis to determine the best revenue- rating programs for the public lands identified, ring into public private agreements to opriately develop the public lands identified, and iding the leadership for the development,



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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. (a) Any funds appropriated to the department
6	of land and natural resources pursuant to Act 55, Session Laws
7	of Hawaii 2011, that are unexpended and unencumbered as of the
8	effective date of this Act shall be deposited into the land
9	conservation fund established pursuant to section 173A-5, Hawaii
10	Revised Statutes, on the effective date of this Act.
11	(b) Any proceeds generated and deposited into the stadium
12	facilities special fund pursuant to Act 282, Session Laws of
13	Hawaii 2012, that are unexpended and unencumbered as of the
14	effective date of this Act shall be deposited into the general
15	fund on the effective date of this Act.
16	(c) Any proceeds generated and deposited into the school
17	facilities special fund pursuant to Act 309, Session Laws of
18	Hawaii 2012, that are unexpended and unencumbered as of the
19	effective date of this Act shall be deposited into the general
20	fund on the effective date of this Act.

21 (d) The planner and project-related development specialist
22 hired for purposes of Act 55, Session Laws of Hawaii 2011, shall



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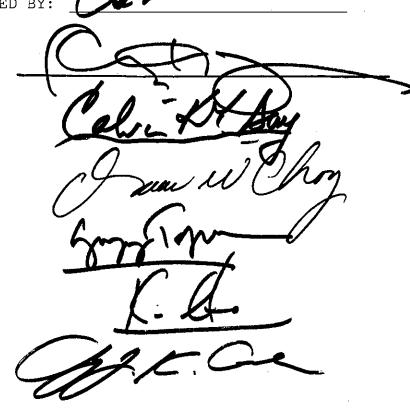
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be transferred to the department of land and natural resources without loss of salary, seniority, prior service credit, vacation, sick leave, or other employee benefit or privilege as a consequence of this Act. SECTION 8. Statutory material to be repealed is bracketed and stricken. New statutory material is underscored. SECTION 9. This Act shall take effect upon its approval.

INTRODUCED BY:



JAN 1 8 2013



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Report Title: Public Land Development Corporation; Repeal

Description:

Repeals chapter 171C, HRS, relating to PLDC. Repeals requirement that HCDA assist the PLDC in certain specified areas.

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



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