### 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. Act 61, Session Laws of Hawaii 2014, was

2 enacted to reform the notice, hearing, approval, and vesting

3 rights for development permits. Act 61 also amended the

4 membership of, and appointment process for, the Hawaii community

5 development authority.

6 The legislature intended for the terms of office of each

7 existing member of the Hawaii community development authority in

8 office as of the day before the effective date of Act 61 to

9 terminate on March 1, 2015. However, because new members must

10 be appointed from lists submitted by the speaker of the house of

11 representatives, the president of the senate, and the Honolulu

12 city council, and also confirmed by the senate, it is unclear

13 whether the authority will be fully constituted to act on

14 proceedings that had commenced in 2013. Pursuant to section 91-

15 13.5(c), Hawaii Revised Statutes, "issuing agencies shall take

16 action to grant or deny any application for a business or

17 development-related permit, license, or approval within the

1	established maximum period of time, or the application shall be
2	deemed approved; provided that a delay in granting or denying an
3	application caused by the lack of quorum at a regular meeting of
4	the issuing agency shall not result in approval under this
5	subsection; provided further that any subsequent lack of quorum
6	at a regular meeting of the issuing agency that delays the same
7	matter shall not give cause for further extension, unless an
8	extension is agreed to by all parties."
9	According to the Hawaii community development authority,
10	the following six projects, which have applications before the
11	authority, could be automatically approved pursuant to section
12	91-13.5(c), Hawaii Revised Statutes, if any delay in the
13	appointment and confirmation of members repeatedly prevents the
14	Hawaii community development authority from conducting business
15	due to a lack of quorum:
16	(1) Ward Village land block 2, project 2: Referred to as
17	the "gateway development" with two iconic residential
18	towers and a total of two hundred thirty-six new
19	housing units at the Ward Warehouse site, including a
20	water feature and green space/public plaza connecting
21	the nearby Kakaako rail station to the ocean at Kewalo

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	deemed complete on August 6, 2014;
(2)	Ward Village land block 1, project 2: Proposed by
	Whole Foods Market, the project comprises a
	residential tower at the former Nordstrom Rack/Office
	Depot parking lot site behind the Ward theaters. The
	permit application was received and deemed complete on
	September 15, 2014;
(3)	Vida (Kobayashi/MacNaughton): Luxury residential
	tower proposed at 888 Ala Moana Boulevard (Kamehameha
	Schools Land Block 1), where the Cutter auto
	dealership is currently located. It is part of the
	Kamehameha Schools Master Plan, which is vested under

Basin Harbor. The permit application was received and

(4) Artspace: Eighty-four affordable rental units for artists earning at or below thirty per cent of the average median income, built on the Hawaii community development authority's lot behind the Pacifica on Waimanu Street;

the 2005 rules that were applicable to the Howard

Hughes/Ward Village Master Plan;

1	(5)	Cooke Street Micro-units: Fifty to seventy affordable	
2		micro-units to be built on the Hawaii community	
3		development authority's parking lot near Karen's	
4		Kitchen; and	
5	(6)	B.I.G. Ward Village: This residential tower would be	
6		built behind Marukai, where the warehouses are	
7		currently located next to the Ward Village theater	
8		parking structure.	
9	The	legislature finds that Act 61 was not intended to allow	
10	applicati	ons pending before the Hawaii community development	
11	authority to be automatically approved due to the transition of		
12	its membe	rship.	
13	Acco	rdingly, the purpose of this Act is to extend the	
14	terminati	on date of authority members in office at the time Act	
15	61 was en	acted from March 1, 2015, to the adjournment sine die	
16	of the 20	15 regular session of the legislature. This will	
17	ensure th	at the Hawaii community development authority will be	
18	able to a	ct on applications and conduct business while the	
19	authority	transitions in accordance with Act 61.	
20	SECT	ION 2. Act 61, Session Laws of Hawaii 2014, is amended	
21	by amendi	ng section 13 to read as follows:	

"SECTION 13. The term of office of each existing member of 1 2 the Hawaii community development authority in office as of the day before the effective date of this Act shall terminate [on 3 4 March 1, 2015.] upon the adjournment sine die of the 2015 regular session of the legislature. The nomination and 5 appointment of successor members of the authority pursuant to 6 section 3 of this Act shall not cause the term of office of any 7 existing member to terminate before that date, regardless of the 8 9 date of the successor member's appointment by and with the 10 advice and consent of the senate. No existing member of the authority as it is constituted on 11 the day prior to the effective date of this Act shall serve as a 12 holdover member due to a vacancy as of [March 1, 2015,] the 13 14 adjournment sine die of the 2015 regular session of the legislature, in the membership of the authority as it is 15 constituted by section 3 of this Act; provided that a new term 16 17 of office for the director of transportation, director of finance, county directors of planning and permitting, and 18 chairperson of the Hawaiian homes commission, or their 19 respective designees, shall automatically commence on [March-1, 20

- 1 2015, the adjournment sine die of the 2015 regular session of
- 2 the legislature, pursuant to section 3 of this Act.
- 3 The nomination and appointment by and with the advice and
- 4 consent of the senate of members of the Hawaii community
- 5 development authority pursuant to section 3 of this Act shall
- 6 take place as expeditiously as possible so that, to the extent
- 7 possible, there are no vacancies in the membership of the
- 8 authority as of [March-1, 2015.] the adjournment sine die of the
- 9 2015 regular session of the legislature. The speaker of the
- 10 house of representatives, president of the senate, and
- 11 applicable county council shall each submit lists of three
- 12 nominees for each appointment subject to their respective
- 13 nominating authority, as required by section 3 of this Act, no
- 14 later than December 30, 2014. The governor shall make all
- 15 appointments of members of the authority, including from each of
- 16 the lists submitted, no later than January 29, 2015."
- 17 SECTION 3. Statutory material to be repealed is bracketed
- 18 and stricken. New statutory material is underscored.

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19 SECTION 4. This Act shall take effect upon its approval.

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### Report Title:

HCDA; Membership; Transition

#### Description:

Extends the terms of holdover HCDA members from 3/1/2015, to the adjournment sine die of the 2015 regular session of the legislature to ensure the fulfillment of quorum requirements during the transitioning of HCDA membership pursuant to Act 61, SLH 2014.

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