A BILL FOR AN ACT

RELATING TO SCHOOLS.

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

1	PART I
2	SECTION 1. The legislature finds that Act 245, Session
3	Laws of Hawaii 2007, established the law regarding school impact
4	fees. Act 245 implemented a new method for financing, in part,
5	new or expanding existing department of education educational
6	facilities in partnership with developers of new residential
7	developments. The legislature further finds, however, that land
8	use planning, development patterns, and preferences have changed
9	since 2007. Kakaako, for example, has many existing and
10	proposed high-density residential projects that will require at
11	least one new school in that area. Further, a rail transit
12	system may require attention if resultant population shifts
13	require schools to be located near rail stations. The
14	legislature further finds that while Act 188, Session Laws of
15	Hawaii 2010, made helpful clarifying amendments to the school
16	impact fees law, more substantive amendments to the law may be
17	necessary.

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1	The	purpose of this part is to establish a school impact			
2	fee revie	w task force to review the law regarding school impact			
3	fees, as codified in chapter 302A, part VI, subpart B of the				
4	Hawali Re	vised Statutes.			
5	SECTION 2. (a) There is established a school impact fee				
6	review task force within the department of education for				
7	administrative purposes.				
8	(b)	The school impact fee review task force shall consist			
9	of ten me	mbers as follows:			
10	(1)	The superintendent of education, or the			
11		superintendent's designee;			
12	(2)	The comptroller, or the comptroller's designee;			
13	(3)	The chairperson of the board of land and natural			
14		resources, or the chairperson's designee;			
15	(4)	The director of the office of planning, or the			
16		director's designee;			
17	(5)	The executive director of the Hawaii community			
18		development authority, or the executive director's			
19		designee;			
20	(6)	Two members appointed by the board of education who			

have experience in the development of real property

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1		Tor residencial purposes; provided that the members
2		shall neither be developers of real property located
3		within the State, nor individuals with direct
4		financial interests in developers of real property
5		located within the State;
6	(7)	The mayor of the city and county of Honolulu, or the
7		mayor's designee; provided that the designee is an
8		officer of the city and county of Honolulu; and
9	(8)	The mayor of the county of Maui, or the mayor's
10		designee; provided that the designee is an officer of
11		the county of Maui; and
12	(9)	The mayor of the county of Hawaii, or the mayor's
13		designee; provided that the designee is an officer of
14		the county of Hawaii; and
15	(10)	The mayor of the county of Kauai, or the mayor's
16		designee; provided that the designee is an officer of
17		the county of Kauai.
18	The	task force shall select a chairperson from among its
19	membershi	.p.
20	(c)	The school impact fee review task force shall:

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1	(1)	Review the school impact fees law, as codified in
2		chapter 302A, part VI, subpart B of the Hawaii Revised
3		Statutes; and
4	(2)	Recommend any amendments deemed necessary to update
5		the law to address current and future needs for the
6		development of new schools to accommodate projected
7		population growth.
8	(b)	The task force shall consider the following issues as
9	well as a	ny other issues deemed necessary by the task force:
10	(1)	The adequacy of the current school impact fees law to
11		generate funding for schools in high-density urban
12		areas and lower-density suburban areas;
13	(2)	The projected costs of developing new schools in areas
14	·	of different permitted densities;
15	(3)	Appropriate impact fees for the development of
16		vertical schools on smaller parcels of land in areas
17		that permit high-density residential structures;
18	(4)	Standards for the minimum floor area for vertical
19		schools;
20	(5)	The effects of county land use planning and zoning on
21		development patterns and population shifts;

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1	(6)	Strategies to develop more schools where they are
2		needed, as a result of projected development patterns
3		and population shifts; and

- 4 (7) The effect of any rail transit system on the projected need for schools near rail stations.
- 6 (e) For the purposes of this section:
- 7 "Developer" has the same meaning as in section 302A-1602 of 8 the Hawaii Revised Statutes.
- 9 "Vertical school" means a school in which all or most

 10 classrooms are located within a single multi-story structure.
- 11 SECTION 3. (a) Members of the task force shall serve
- 12 without compensation but shall be reimbursed for expenses,
- 13 including travel expenses, necessary for the performance of
- 14 their duties.
- 15 (b) The department of education shall provide
- 16 administrative support to the task force and assist the task
- 17 force in the preparation of the reports and proposed legislation
- 18 required pursuant to section 4.
- 19 SECTION 4. (a) The school impact fee review task force
- 20 shall submit interim reports on its actions to the legislature

- 1 no later than twenty days before the convening of each of the
- 2 regular sessions of 2017 and 2018.
- 3 (b) The task force shall submit a final report of its
- 4 findings and recommendations, including any proposed
- 5 legislation, to the legislature and the governor no later than
- 6 twenty days before the convening of the regular session of 2019.
- 7 SECTION 5. (a) The school impact fee review task force
- 8 shall cease to exist on December 31, 2018.
- 9 (b) After December 31, 2018, members of the task force may
- 10 represent themselves as such before the legislature when
- 11 testifying about or discussing the task force's findings,
- 12 recommendations, and proposed legislation.
- 13 SECTION 6. There is appropriated out of the general
- 14 revenues of the State of Hawaii the sum of \$100,000 or so much
- 15 thereof as may be necessary for fiscal year 2016-2017 for the
- 16 administrative and operating expenses of the school impact fee
- 17 review task force.
- 18 The sum appropriated shall be expended by the department of
- 19 education for the purposes of this part.

1	PART II
2	SECTION 7. The legislature finds that new affordable
3	housing generates additional students within a school district
4	in the same way that all other new housing development drives up
5	school enrollment. School impact fees are a direct link between
6	new housing units and the new or expanded school facilities
7	required to address the enrollment growth caused by the new
8	units.
9	The purpose of this part is to clarify that housing
10	projects that, pursuant to chapter 201H, Hawaii Revised
11	Statutes, are exempt from certain laws relating to planning,
12	zoning, construction standards for subdivisions, development and
13	improvement of land, and the construction of dwelling units
14	thereon, are not exempt from the school impact fee requirement.
15	SECTION 8. Section 201H-38, Hawaii Revised Statutes, is
16	amended by amending subsection (a) to read as follows:
17	"(a) The corporation may develop on behalf of the State or
18	with an eligible developer, or may assist under a government
19	assistance program in the development of, housing projects that
20	shall be exempt from all statutes, ordinances, charter
21	provisions, and rules of any government agency relating to

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1	planning,	zoning, construction standards for subdivisions,
2	developme	nt and improvement of land, and the construction of
3	dwelling	units thereon; provided that:
4 .	(1)'	The corporation finds the housing project is
5		consistent with the purpose and intent of this
6		chapter, and meets minimum requirements of health and
7		safety;
8	(2)	The development of the proposed housing project does
9		not contravene any safety standards, tariffs, or rates
10		and fees approved by the public utilities commission
11		for public utilities or of the various boards of water
12		supply authorized under chapter 54;
13	(3)	The legislative body of the county in which the
14		housing project is to be situated shall have approved
15		the project with or without modifications:
16		(A) The legislative body shall approve, approve with
17		modification, or disapprove the project by
18		resolution within forty-five days after the
19		corporation has submitted the preliminary plans

and specifications for the project to the

legislative body. If on the forty-sixth day a

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1		project is not disapproved, it shall be deemed
2		approved by the legislative body;
3	(B)	No action shall be prosecuted or maintained
4		against any county, its officials, or employees
5		on account of actions taken by them in reviewing,
6		approving, modifying, or disapproving the plans
7		and specifications; and
8	(C)	The final plans and specifications for the
9		project shall be deemed approved by the
10		legislative body if the final plans and
11		specifications do not substantially deviate from
12		the preliminary plans and specifications. The
13		final plans and specifications for the project
14		shall constitute the zoning, building,
15		construction, and subdivision standards for that
16		project. For purposes of sections 501-85 and
17		502-17, the executive director of the corporation
18		or the responsible county official may certify
19		maps and plans of lands connected with the
20		project as having complied with applicable laws
21		and ordinances relating to consolidation and

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1		subdivision of lands, and the maps and plans
2		shall be accepted for registration or recordation
3		by the land court and registrar; [and]
4	(4)	The land use commission shall approve, approve with
5		modification, or disapprove a boundary change within
6		forty-five days after the corporation has submitted a
7		petition to the commission as provided in section 205-
8		4. If, on the forty-sixth day, the petition is not
9		disapproved, it shall be deemed approved by the
10		commission[-]; and
11	(5)	The project shall not be exempt from the school impact
12		fee requirement under section 46-142.5."
13		PART III
14	SECT	ION 9. Statutory material to be repealed is bracketed
15	and stric	ken. New statutory material is underscored.
16	SECT	ION 10. This Act shall take effect upon approval;
17	provided	that Part I shall take effect on July 1, 2016.

Report Title:

School Impact Fee Review; Task Force; Appropriation; Housing Exemptions

Description:

Establishes a task force to review the school impact fees law and recommend any necessary amendments. Appropriates funds for the administrative and operating expenses of the task force. Clarifies that housing projects that, pursuant to chapter 201H, HRS, are exempt from certain laws, shall not be exempt from the school impact fee requirement. (SD1 Proposed)

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