S.B. NO. <sup>897</sup> S.D. 1

### A BILL FOR AN ACT

RELATING TO THE KAHO'OLAWE ISLAND RESERVE COMMISSION.

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

SECTION 1. The legislature has historically found that the
 island of Kaho'olawe has significant cultural and historical
 importance to the native people of Hawaii. The Kaho'olawe island
 reserve commission was established to effectively address the
 unique challenges of preserving, restoring, and determining the
 appropriate use of Kaho'olawe.

The Kaho'olawe island reserve commission is primarily funded 7 by the Kaho'olawe rehabilitation trust fund that was created 8 during the federal cleanup of unexploded ordnance on Kaho'olawe. 9 The federal appropriation of approximately \$44,000,000 over a 10 11 seven-year period, while considerable, was insufficient to establish a sustainable endowment for the long term operation of 12 13 the Kaho'olawe island reserve commission's operations. In a 1993 14 report to congress, it was envisioned that in the long term, the State would provide the funding to continue and enhance the 15 16 activities initiated by federal funding.

### 2015-1394 SB897 SD1 SMA.doc

### **S.B. NO.** <sup>897</sup> S.D. 1

In 2004, the management and control of Kaho'olawe was 1 transferred from the Navy to the State. The Kaho'olawe island 2 reserve commission was designated as the state agency 3 responsible for the use and restoration of Kaho'olawe. 4 A 2013 report by the office of the auditor found that the 5 6 Kaho'olawe rehabilitation trust fund will be depleted by 2016 and secondly, that the Kaho'olawe island reserve commission lacked a 7 8 comprehensive and quantifiable restoration plan with performance 9 measures to determine whether objectives were being met. In 10 response, the Kaho'olawe island reserve commission began holding numerous meetings and working groups on all islands that 11 12 resulted in the issuance of a community based strategic plan for 13 Kaho'olawe entitled "I Ola Kanaloa". Without additional funding the Kaho'olawe island reserve 14 commission will be financially unable to continue its management 15 16 of the Kaho'olawe island reserve beyond the 2015-2016 fiscal year. The legislature finds that it is important to continue 17 the programs of the Kaho'olawe island reserve commission. 18 19 The purpose of this Act is to:

#### 2015-1394 SB897 SD1 SMA.doc

# S.B. NO. <sup>897</sup> S.D. 1

1	(1)	Authorize the Kahoʻolawe island reserve to be used for
2		limited commercial activities, as permitted by the
3		Kahoʻolawe island reserve commission, to generate
4		revenue to support the rehabilitation and
5		environmental restoration of the island reserve, among
6		other purposes; and
7	(2)	Appropriate funds to the Kahoʻolawe island reserve
8		commission to effectively meet the unique challenges
9		of managing, restoring, and preserving the appropriate
10		and safe uses of the Kaho olawe island reserve for the
11		people of Hawaii.
12	SECT	ION 2. Section 6K-3, Hawaii Revised Statutes, is
13	amended t	o read as follows:
14	"[ <del>{</del> ]	§6K-3[ <del>]</del> ] Reservation of uses. (a) The Kahoʻolawe
15	island re	serve shall be used solely and exclusively for the
16	following	purposes:
17	(1)	Preservation and practice of all rights customarily
18		and traditionally exercised by native Hawaiians for
19		cultural, spiritual, and subsistence purposes;
20	(2)	Preservation and protection of its archaeological,
21		historical, and environmental resources;



## S.B. NO. <sup>897</sup> S.D. 1

(3)	Rehabilitation, revegetation, habitat restoration, and
	preservation; [and]
(4)	Education[-]; and
(5)	Limited commercial activities, as permitted by the
	commission pursuant to rules adopted in accordance
	with section 6K-6(9), for the purpose of generating
	revenue to support the rehabilitation and
	environmental restoration of the island reserve, and
	for other purposes consistent with this chapter.
(b)	The island shall be reserved in perpetuity for the
uses enume	erated in subsection (a). [Commercial uses shall be
strictly p	prohibited.]"
SECT:	ION 3. Section 6K-9.5, Hawaii Revised Statutes, is
amended by	$\gamma$ amending subsection (a) to read as follows:
"(a)	There is created in the state treasury a trust fund
to be des:	ignated as the Kahoʻolawe rehabilitation trust fund to
be adminis	stered by the department with the prior approval of the
commission	n. Subject to Public Law 103-139, and this chapter:
(1)	All moneys received from the federal government for
	the rehabilitation and environmental restoration of
	<pre>(4)   (5)   (b) uses enume strictly j SECT: amended by   "(a) to be des: be adminis commission</pre>

# S.B. NO. <sup>897</sup> S.D. 1

1		the island of Kahoʻolawe or other purposes consistent	
2		with this chapter;	
3	(2)	Any moneys generated by commercial activities	
4		permitted pursuant to section 6K-3(a)(5);	
5	[ <del>(2)</del> ]	(3) Any moneys appropriated by the legislature to the	
6		trust fund;	
7	[ <del>(3)</del> ]	(4) Any moneys received from grants, donations, or	
8		the proceeds from contributions; and	
9	[ <del>-(4)</del> ]	(5) The interest or return on investments earned from	
10		moneys in the trust fund,	
11	shall be deposited in the trust fund and shall be used to		
12	fulfill the purposes of this chapter."		
13	SECTION 4. There is appropriated out of the general		
14	revenues of the State of Hawaii the sum of \$6,000,000 or so much		
15	thereof as may be necessary for fiscal year 2015-2016 for the		
16	management, restoration, and preservation of the Kaho'olawe		
17	island reserve.		
18	The s	sum appropriated shall be expended by the Kahoʻolawe	
19	island reserve commission for the purposes of this Act.		
20	SECT	ION 5. Statutory material to be repealed is bracketed	
21	and stricken. New statutory material is underscored.		



## **S.B. NO.** <sup>897</sup> S.D. 1

SECTION 6. This Act shall take effect upon its approval;
 provided that section 4 of this Act shall take effect on July 1,
 2015.

## **S.B. NO.** <sup>897</sup> S.D. 1

#### Report Title:

Kaho'olawe Island Reserve Commission; Commercial Use; Appropriation

#### Description:

2015-1394 SB897 SD1 SMA.doc

Allows for limited commercial uses to generate revenue. Appropriates funds to the Kaho'olawe island reserve commission for the management, restoration, and preservation of the Kaho'olawe island reserve. (SD1)

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