151 STAND. COM. REP. NO.

Honolulu, Hawaii , 2015 ebnam

RE: H.B. No. 518 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Eighth State Legislature Regular Session of 2015 State of Hawaii

Sir:

Your Committee on Water & Land, to which was referred H.B. No. 518 entitled:

"A BILL FOR AN ACT RELATING TO THE DISPOSITION OF PUBLIC LANDS,"

begs leave to report as follows:

The purpose of this measure is to amend the law regarding the lease of public lands by authorizing:

- Lessees of public lands to relinquish a lease during the last half term of the lease;
- (2) The disposition of relinquished leases and capital improvements at public auction;
- (3) A relinquishing lessee to leave improvements on leased land which shall not be counted towards the appraised fair market value of the lease upon relinquishment and auction of the lease; and
- (4) Reimbursement of a relinquishing lessee for improvements by the new lessee.

The Chika Nakano Repair Shop; Hilo Bay Printing Co., Ltd; Sand Island Business Association; McCully Works; and several individuals testified in support of this measure. The Department

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of Land and Natural Resources testified in opposition to this measure.

Your Committee has amended this measure by:

- Converting the provisions of this Act into a four-year public land lease pilot project in counties with a population between 170,000 and 200,000;
- (2) Requiring the Department of Land and Natural Resources to submit an interim and a final report to the legislature; and
- (3) Changing its effective date to July 1, 2050, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Water & Land that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 518, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 518, H.D. 1, and be referred to the Committee on Judiciary.

> Respectfully submitted on behalf of the members of the Committee on Water & Land,

Chair



State of Hawaii

House of Representatives The Twenty-eighth Legislature

Record of Votes of the Committee on Water & Land

Bill/Resolution No.: HB510	Committee Referral: WAL, JNP, FIN			Date: 2-9-2015		
The committee is reconsidering its previous decision on the measure.						
The recommendation is to: □ Pass, unamended (as is) □ Pass, with amendments (HD) □ Hold □ Pass short form bill with HD to recommit for future public hearing (recommit)						
WAL Members		Ayes	Ayes (W	R)	Nays	Excused
1. YAMANE, Ryan I. (C)						
2. CULLEN, Ty J.K. (VC)						
3. EVANS, Cindy						
4. ING, Kaniela						
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5. LEE, Chris						
6. LOWEN, Nicole E.	/					
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7. NISHIMOTO, Scott Y.						
8. SAY, Calvin K.Y.	Y.	/				
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9. POUHA, Feki						
10. THIELEN, Cynthia						
TOTAL (10)		10	Ø		Ø	Ø
The recommendation is: Adopted Not Adopted If joint referral,						
Vice Chair's or designee's signature:						
Distribution: Original (White) – Commit	ttee Dup	olicate (Yellow) -	Chief Clerk's	Office	Duplicate (I	?ink) – HMSO