A BILL FOR AN ACT

RELATING TO LAND USE.

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

1 SECTION 1. The legislature finds that the State of Hawaii 2 has a "housing crisis." In the department of business, economic 3 development and tourism's report, Measuring Housing Demand in 4 Hawaii 2015-2025 published on April 2015, the forecasted demand 5 for additional housing units by county is 25,847 units for Honolulu, 19,610 for Hawaii, 13,949 for Maui, and 5,287 for 6 7 Kauai during 2015-2025. 8 The city and county of Honolulu's draft of its affordable 9 housing strategy states: "The marketplace is not building enough 10 affordable housing to keep up with demand. Many people live in 11 overcrowded homes, spend more than 45% of their incomes on 12 combined housing and transportation costs, or are homeless and 13 living on the streets. Oahu would need more than 24,000 14 additional housing units to address pent-up demand combined with

new household formation by 2016. Over 18,000 or 75% of the

total projected demand is for households earning less than 80%

of area median income (AMI), or \$76,650 for a family of four."

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1 While government's own studies forecast an acute housing 2 shortage over the next ten years, there has been a lack of 3 coordinated planning that would provide more urban land for 4 additional housing. The current process is duplicative as it 5 requires separate actions by both the counties and the State to 6 reclassify lands that have been planned for future growth based 7 on population projections. 8 The purpose of this Act is to require boundary amendments 9 reflected in certain county plans to be adopted by the land use 10 commission upon approval by the respective county land use 11 decision-making authority. SECTION 2. Section 205-4, Hawaii Revised Statutes, is 12 13 amended to read as follows: 14 "§205-4 Amendments to district boundaries involving land 15 areas greater than fifteen acres. (a) Any department or agency **16** of the State, any department or agency of the county in which **17** the land is situated, or any person with a property interest in 18 the land sought to be reclassified, may petition the land use commission for a change in the boundary of a district. This 19 20 section applies to all petitions for changes in district 21 boundaries of lands within conservation districts, lands

- 1 designated or sought to be designated as important agricultural
- 2 lands, and lands greater than fifteen acres in the agricultural,
- 3 rural, and urban districts, except as provided in section 201H-
- 4 38. The land use commission shall adopt rules pursuant to
- 5 chapter 91 to implement section 201H-38.
- 6 (b) Upon proper filing of a petition pursuant to
- 7 subsection (a) the commission shall, within not less than sixty
- 8 and not more than one hundred and eighty days, conduct a hearing
- 9 on the appropriate island in accordance with the provisions of
- 10 sections 91-9, 91-10, 91-11, 91-12, and 91-13, as applicable.
- 11 (c) Any other provision of law to the contrary
- 12 notwithstanding, notice of the hearing together with a copy of
- 13 the petition shall be served on the county planning commission
- 14 and the county planning department of the county in which the
- 15 land is located and all persons with a property interest in the
- 16 land as recorded in the county's real property tax records. In
- 17 addition, notice of the hearing shall be mailed to all persons
- 18 who have made a timely written request for advance notice of
- 19 boundary amendment proceedings, and public notice shall be given
- 20 at least once in the county in which the land sought to be
- 21 redistricted is situated as well as once statewide at least



1 thirty days in advance of the hearing. The notice shall comply 2 with section 91-9, shall indicate the time and place that maps 3 showing the proposed district boundary may be inspected, and 4 further shall inform all interested persons of their rights 5 under subsection [-(e)] (g). (d) Notwithstanding any other law to the contrary, upon 6 7 approval by the appropriate county land use decision-making 8 authority by ordinance, and with concurrence from the land use 9 commission, boundary amendments reflected in a county general **10** plan, development plan, community plan, or sustainable community 11 plan shall be adopted in accordance with the applicable approved 12 plans. The land use commission shall not be required to take 13 further action. 14 (e) Notwithstanding any other law to the contrary, all 15 agencies responsible for providing public infrastructure to 16 areas of planned growth subject to boundary amendments adopted 17 pursuant to subsection (d) shall prepare a budget within one 18 year of the effective date of the boundary amendments that 19 prioritizes funding for all infrastructure required to support 20 the planned growth reflected in the applicable approved county

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1	general plan,	development	plan,	community	plan,	or	sustainable
2	community pla	n.					

- [(d)] (f) Any other provisions of law to the contrary

 notwithstanding, prior to hearing of a petition the commission

 and its staff may view and inspect any land which is the subject

 of the petition.
- 7 [(e)] (g) Any other provisions of law to the contrary
 8 notwithstanding, agencies and persons may intervene in the
 9 proceedings in accordance with this subsection.
- 10 (1) The petitioner, the office of planning, and the county
 11 planning department shall in every case appear as
 12 parties and make recommendations relative to the
 13 proposed boundary change;
 - (2) All departments and agencies of the State and of the county in which the land is situated shall be admitted as parties upon timely application for intervention;
 - (3) All persons who have some property interest in the land, who lawfully reside on the land, or who otherwise can demonstrate that they will be so directly and immediately affected by the proposed change that their interest in the proceeding is

1		clearly distinguishable from that of the general
2		public shall be admitted as parties upon timely
3		application for intervention;
4	(4)	All other persons may apply to the commission for
5		leave to intervene as parties. Leave to intervene
6		shall be freely granted; provided that the commission
7		or its hearing officer, if one is appointed, may deny
8		an application to intervene when in the commission's
9		or hearing officer's sound discretion it appears that
10		(A) The position of the applicant for intervention
11		concerning the proposed change is substantially
12		the same as the position of a party already
13		admitted to the proceeding; and
14		(B) The admission of additional parties will render
15		the proceedings inefficient and unmanageable.
16		A person whose application to intervene is denied may
17		appeal the denial to the circuit court pursuant to
18		section 91-14; and
19	(5)	The commission, pursuant to chapter 91, shall adopt

rules governing the intervention of agencies and

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1	persons under this subsection. The rules shall					
2	without limitation establish:					
3	(A) The information to be set forth in any					
4	application for intervention;					
5	(B) The limits within which applications shall be					
6	filed; and					
7	(C) Reasonable filing fees to accompany applications.					
8	$[\frac{\{f\}}{\{f\}}]$ (h) Together with other witnesses that the					
9	commission may desire to hear at the hearing, it shall allow a					
10	representative of a citizen or a community group to testify who					
11	indicates a desire to express the view of such citizen or					
12	community group concerning the proposed boundary change.					
13	[(g)] <u>(i)</u> Within a period of not more than three hundred					
14	sixty-five days after the proper filing of a petition, unless					
15	otherwise ordered by a court, or unless a time extension, which					
16	shall not exceed ninety days, is established by a two-thirds					
17	vote of the members of the commission, the commission, by filing					
18	findings of fact and conclusions of law, shall act to approve					
19	the petition, deny the petition, or to modify the petition by					
20	imposing conditions necessary to uphold the intent and spirit of					
21	this chapter or the policies and criteria established pursuant					

- 1 to section 205-17 or to assure substantial compliance with
- 2 representations made by the petitioner in seeking a boundary
- 3 change. The commission may provide by condition that absent
- 4 substantial commencement of use of the land in accordance with
- 5 such representations, the commission shall issue and serve upon
- 6 the party bound by the condition an order to show cause why the
- 7 property should not revert to its former land use classification
- 8 or be changed to a more appropriate classification. Such
- 9 conditions, if any, shall run with the land and be recorded in
- 10 the bureau of conveyances.
- 11 [\(\frac{(h)}{l}\)] (j) No amendment of a land use district boundary
- 12 shall be approved unless the commission finds upon the clear
- 13 preponderance of the evidence that the proposed boundary is
- 14 reasonable, not violative of section 205-2 and part III of this
- 15 chapter, and consistent with the policies and criteria
- 16 established pursuant to sections 205-16 and 205-17. Six
- 17 affirmative votes of the commission shall be necessary for any
- 18 boundary amendment under this section.
- 19 [(i)] (k) Parties to proceedings to amend land use
- 20 district boundaries may obtain judicial review thereof in the
- 21 manner set forth in section 91-14, provided that the court may



- 1 also reverse or modify a finding of the commission if such
- 2 finding appears to be contrary to the clear preponderance of the
- 3 evidence.
- 4 [(j)] (1) At the hearing, all parties may enter into
- 5 appropriate stipulations as to findings of fact, conclusions of
- 6 law, and conditions of reclassification concerning the proposed
- 7 boundary change. The commission may but shall not be required
- 8 to approve such stipulations based on the evidence adduced."
- 9 SECTION 3. This Act does not affect rights and duties that
- 10 matured, penalties that were incurred, and proceedings that were
- 11 begun before its effective date.
- 12 SECTION 4. Statutory material to be repealed is bracketed
- 13 and stricken. New statutory material is underscored.
- 14 SECTION 5. This Act shall take effect upon its approval.

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INTRODUCED BY:

She Milles Comments

Talah On

IB HMS 2018-1232

ov.

Good Johnson

JAN 17 2018

Report Title:

Land Use; Boundaries; Land Use Commission; Housing

Description:

Upon approval by county land use decision-making authority, and with concurrence from Land Use Commission, requires boundary amendments reflected in certain plans to be adopted in accordance with such approved plans. Increases housing inventory by prioritizing funding for public infrastructure in areas of planned growth.

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