STAND. COM. REP. NO. 3310

Honolulu, Hawaii

MAR 2 8 2018

RE: S.R. No. 52

S.D. 1

Honorable Ronald D. Kouchi President of the Senate Twenty-Ninth State Legislature Regular Session of 2018 State of Hawaii

Sir:

Your Committees on Public Safety, Intergovernmental, and Military Affairs, Economic Development, Tourism, and Technology, and Commerce, Consumer Protection, and Health, to which was referred S.R. No. 52 entitled:

"SENATE RESOLUTION URGING EACH COUNTY TO DEVELOP AND ADMINISTER A PERMITTING SYSTEM FOR NON-PERMITTED OWNER-OCCUPIED TRANSIENT VACATION UNITS AND A LAND USE AMNESTY PROGRAM TO WAIVE OUTSTANDING LIABILITIES FOR ILLEGAL TRANSIENT VACATION UNITS THAT OBTAIN A PERMIT BY A CERTAIN DATE,"

beg leave to report as follows:

The purpose and intent of this measure is to:

- (1) Urge each county in the State to develop and administer a permitting system for non-permitted, owner-occupied transient vacation units and a land use amnesty program to waive outstanding liabilities for illegal transit vacation units; and
- (2) Urge each county to publicize the permitting system and land use amnesty program to maximize public awareness and encourage participation in the program and to contract with appropriate advertising agencies to accomplish this goal.

Your Committees received testimony in opposition to this measure from Keep It Kailua and three individuals. Your Committees received comments on this measure from the Office of Hawaiian Affairs and Department of Planning and Permitting, City and County of Honolulu.

The Hawaii Tourism Authority estimates that there are 2,177 transient vacation rentals in the State that are advertised online. Your Committees find that existing laws and ordinances allow transient vacation units to operate in resort districts; however, the counties are seeking options to authorize owner-occupied units outside of resort districts to continue operating as short-term rentals. A county permitting program may encourage owners of transient vacation units to register their properties for short-term rental use and comply with relevant laws and ordinances.

Your Committees note the concern raised by members of your Committees regarding the potential for a county permitting system to grant owners of unpermitted transient vocational rentals a status of government-sanctioned legality or permission. Members of your Committees offered suggestions to request the counties to establish a reporting hotline or conduct an investigation in lieu of developing a permitting system or to request the counties to grant permits only after establishing standards for issuing permits, such as criteria based on the transient vacation unit capacity of each community. Your Committees request your Committee on Ways and Means to further consider and weigh these issues and suggested options.

Your Committees have amended this measure by:

- (1) Deleting language referencing the development and administration of a land use amnesty program to waive outstanding liabilities for transient vacation units; and
- (2) Amending its title in accordance with its amended purpose.

As affirmed by the records of votes of the members of your Committees on Public Safety, Intergovernmental, and Military Affairs, Economic Development, Tourism, and Technology, and

Commerce, Consumer Protection, and Health that are attached to this report, your Committees concur with the intent and purpose of S.R. No. 52, as amended herein, and recommend that it be referred to your Committee on Ways and Means, in the form attached hereto as S.R. No. 52, S.D. 1.

> Respectfully submitted on behalf of the members of the Committees on Public Safety, Intergovernmental, and Military Affairs, Economic Development, Tourism, and Technology, and Commerce, Consumer Protection, and Health,

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ROSALYN H. BAKER, Chair

The Senate Twenty-Ninth Legislature State of Hawaiʻi

Record of Votes Committee on Public Safety, Intergovernmental, and Military Affairs PSM

Bill / Resolution No.:* SR 52	Committee Referral: Date: 3/28/18					
The Committee is reco	•	•	ecision on th	is measure.		
The Recommendation is:			<u></u>	-		
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313						
Members		Aye /	Aye (WR)	Nay	Excused	
NISHIHARA, Clarence K. (C)						
WAKAI, Glenn (VC)						
BAKER, Rosalyn H.						
IHARA, Jr., Les						
THIELEN, Laura H.				V		
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Recommendation: Adopted Not Adopted						
Chair's or Designee's Signatu	(e: \)					
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*Only <u>one</u>	measure	per Re	cord of \	Votes		

Revised: 08/23/17

The Senate Twenty-Ninth Legislature State of Hawai'i

Record of Votes Committee on Economic Development, Tourism, and Technology ETT

Bill / Resolution No.:*	Committee F	Referral:	Dat	8			
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The Committee is reconsidering its previous decision on this measure.							
If so, then the previous decision was to:							
The Recommendation is:							
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313							
Members		Aye	Aye (WR)	Nay	Excused		
WAKAI, Glenn (C)		_					
TANIGUCHI, Brian T. (VC)							
BAKER, Rosalyn H.		/					
GALUTERIA, Brickwood		/					
THIELEN, Laura H.				/			
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Recommendation:							
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*Only one measure per Record of Votes

The Senate Twenty-Ninth Legislature State of Hawai'i

Record of Votes Committee on Commerce, Consumer Protection, and Health CPH

Bill / Resolution No.:*	Committee Referral: Date:						
SR 52	PSM/ETT/CPH, WAM 7/28/18			8			
The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:							
ii so, then the previous de	CISION Was to	·					
The Recommendation is:							
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313							
Members		Aye	Aye (WR)	Nay	Excused		
BAKER, Rosalyn H. (C)							
TOKUDA, Jill N. (VC)		/					
CHANG, Stanley							
ESPERO, Will							
IHARA, Jr., Les		A 9.	V				
NISHIHARA, Clarence K.							
RUDERMAN, Russell E.							
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TOTAL		1		5			
Recommendation: Adopted Not Adopted							
Chair's or Designee's Signature:							
Distribution: Original V Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy							

*Only one measure per Record of Votes