### A BILL FOR AN ACT

RELATING TO STATEWIDE COMPOSTING.

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

1	PART I
2	SECTION 1. The legislature finds that according to the
3	United States Environmental Protection Agency and United States
4	Department of Agriculture, food waste is the second largest
5	component that enters a waste stream and accounts for
6	twenty-five per cent of all materials sent to landfills. Nearly
7	fifty per cent of organic materials disposed of in incinerators
8	and landfills can be diverted for bioconversion, including
9	composting. Landfills across Hawaii are rapidly reaching
10	capacity and facing the burden of closure and re-siting, a
11	process that will cost each county hundreds of millions of
12	dollars and create community resentment. Recycling organics,
13	including food waste, into compost has environmental benefits,
14	such as improving soil health, increasing drought resistance,
15	and reducing the need for supplemental water, fertilizers, and
16	pesticides, while also increasing crop yields. Furthermore,
17	applying compost and organic matter to soil sequesters carbon

1	from the a	atmosphere, forming the largest land-based carbon sink,
2	and mitiga	ates climate change by effectively reducing greenhouse
3	gas emiss:	ions. The legislature believes that food waste
4	diversion	and the creation of multi-scale composting operations
5	across the	e State will greatly reduce the burdens on landfills,
6	lower cou	nty waste management costs, and move the State closer
7	to achiev	ing its sustainability and resiliency goals, which
8	include:	
9	(1)	The Aloha+ Challenge, which is a statewide commitment
10		to realize the United Nations' Sustainable Development
11		Goals that sets a goal of seventy per cent waste
12		reduction before disposal and doubling of local food
13		production by 2030;
14	(2)	The Hawaii 2050 sustainability plan, which also sets a
15		mandate for the State to achieve full sustainability
16		and resilience through increased food production and
17		dramatic waste reduction via recycling and
18		bioconversion strategies; and
19	(3)	Increasing the generation of local compost to
20		sequester more carbon and mitigate climate change

pursuant to the strategy identified by the greenhouse

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1	gas sequestration task force permanently established
2	by Act 15, Session Laws of Hawaii 2018.
3	The legislature also finds that the regulation of co-
4	composting in the State is under the purview of the department
5	of health solid and hazardous waste branch. Existing
6	regulations have not been updated in over twenty years, and
7	currently a single application applies to all co-composting
8	operations regardless of size or scope. The current permitting
9	process is an onerous and unreasonable barrier to lawful
10	participation for small to midsize composting operations whose
11	operations present a much lower risk potential. Reform and
12	updating of the co-composting regulations and permitting process
13	will greatly increase the number of operators diverting organics
14	from landfills and incinerators, thereby aiding the State and
15	counties in reaching their sustainability, resilience, and
16	fiscal goals.
17	Accordingly, the purpose of this Act is to encourage the
18	production of compost by:
19	(1) Requiring the department of health to adopt or amend
20	rules to establish a classification system for

1	composting facilities or operations for the purposes
2	of regulating them for health purposes; and
3	(2) Allowing composting and co-composting in the
4	agricultural district, including on lands with class A
5	or B soils.
6	PART II
7	SECTION 2. The department of health shall adopt or amend
8	rules, pursuant to chapter 91, Hawaii Revised Statutes, to
9	establish a classification system for composting facilities or
10	operations for the purposes of regulating them for health
11	purposes, including but not limited to preventing pollution,
12	preventing the spread of disease and the creation of nuisances,
13	protecting public health and safety, conserving natural
14	resources, and preserving and enhancing the beauty and quality
15	of the environment. The classification system and adopted or
16	amended rules shall encourage composting where possible and not
17	require onerous regulations where unnecessary.
18	PART III
19	SECTION 3. Section 205-2, Hawaii Revised Statutes, is
20	amended by amending subsection (d) to read as follows:
21	"(d) Agricultural districts shall include:

1	(1)	Activities or uses as characterized by the cultivation
2		of crops, crops for bioenergy, orchards, forage, and
3		forestry;
4	(2)	Farming activities or uses related to animal husbandry
5		and game and fish propagation;
6	(3)	Aquaculture, which means the production of aquatic
7		plant and animal life within ponds and other bodies of
8		water;
9	(4)	Wind-generated energy production for public, private,
10		and commercial use;
11	(5)	Biofuel production, as described in section
12		205-4.5(a)(16), for public, private, and commercial
13		use;
14	(6)	Solar energy facilities; provided that:
15		(A) This paragraph shall apply only to land with soil
16		classified by the land study bureau's detailed
17		land classification as overall (master)
18		productivity rating class B, C, D, or E; and
19		(B) Solar energy facilities placed within land with
20		soil classified as overall productivity rating
21		class B or C shall not occupy more than ten per

1		cent of the acreage of the parcel, or twenty
2		acres of land, whichever is lesser, unless a
3		special use permit is granted pursuant to section
4		205-6;
5	(7)	Bona fide agricultural services and uses that support
6		the agricultural activities of the fee or leasehold
7		owner of the property and accessory to any of the
8		above activities, regardless of whether conducted on
9		the same premises as the agricultural activities to
10		which they are accessory, including farm dwellings as
11		defined in section 205-4.5(a)(4), employee housing,
12		farm buildings, mills, storage facilities, processing
13		facilities, photovoltaic, biogas, and other
14		small-scale renewable energy systems producing energy
15		solely for use in the agricultural activities of the
16		fee or leasehold owner of the property,
17		agricultural-energy facilities as defined in section
18		205-4.5(a)(17), vehicle and equipment storage areas,
19		and plantation community subdivisions as defined in
20		section 205-4.5(a)(12);
21	(8)	Wind machines and wind farms;

1	(9)	Small-scale meteorological, air quality, noise, and
2		other scientific and environmental data collection and
3		monitoring facilities occupying less than one-half
4		acre of land; provided that these facilities shall not
5		be used as or equipped for use as living quarters or
6		dwellings;
7	(10)	Agricultural parks;
8	(11)	Agricultural tourism conducted on a working farm, or a
9		farming operation as defined in section 165-2, for the
10		enjoyment, education, or involvement of visitors;
11		provided that the agricultural tourism activity is
12		accessory and secondary to the principal agricultural
13		use and does not interfere with surrounding farm
14		operations; and provided further that this paragraph
15		shall apply only to a county that has adopted
16		ordinances regulating agricultural tourism under
17		section 205-5;
10	(7.0)	

18 (12) Agricultural tourism activities, including overnight
19 accommodations of twenty-one days or less, for any one
20 stay within a county; provided that this paragraph
21 shall apply only to a county that includes at least

1		three islands and has adopted ordinances regulating
2		agricultural tourism activities pursuant to section
3		205-5; provided further that the agricultural tourism
4		activities coexist with a bona fide agricultural
5		activity. For the purposes of this paragraph, "bona
6		fide agricultural activity" means a farming operation
7		as defined in section 165-2;
8	(13)	Open area recreational facilities;
9	(14)	Geothermal resources exploration and geothermal
10		resources development, as defined under section 182-1;
11	(15)	Agricultural-based commercial operations registered in
12		Hawaii, including:
13		(A) A roadside stand that is not an enclosed
14		structure, owned and operated by a producer for
15		the display and sale of agricultural products
16		grown in Hawaii and value-added products that
17		were produced using agricultural products grown
18		in Hawaii;
19		(B) Retail activities in an enclosed structure owned
20		and operated by a producer for the display and
21		sale of agricultural products grown in Hawaii,

1		value-added products that were produced using
2		agricultural products grown in Hawaii, logo items
3		related to the producer's agricultural
4		operations, and other food items;
5	(C)	A retail food establishment owned and operated by
6		a producer and permitted under chapter 11-50,
7		Hawaii administrative rules, that prepares and
8		serves food at retail using products grown in
9		Hawaii and value-added products that were
10		produced using agricultural products grown in
11		Hawaii;
12	(D)	A farmers' market, which is an outdoor market
13		limited to producers selling agricultural
14		products grown in Hawaii and value-added products
15		that were produced using agricultural products
16		grown in Hawaii; and
17	(E)	A food hub, which is a facility that may contain
18		a commercial kitchen and provides for the
19		storage, processing, distribution, and sale of
20		agricultural products grown in Hawaii and

1	value-added products that were produced using	īā
2	agricultural products grown in Hawaii.	
3	The owner of an agricultural-based commercial	
4	operation shall certify, upon request of an offic	er or
5	agent charged with enforcement of this chapter un	ıder
6	section 205-12, that the agricultural products	
7	displayed or sold by the operation meet the	
8	requirements of this paragraph; [and]	
9	(16) Hydroelectric facilities as described in section	
10	205-4.5(a)(23)[-]; and	
11	(17) Composting and co-composting facilities or operat	ions.
12	Agricultural districts shall not include golf courses and g	jolf
13	driving ranges, except as provided in section 205-4.5(d).	•
14	Agricultural districts include areas that are not used for,	, or
15	that are not suited to, agricultural and ancillary activity	ies by
16	reason of topography, soils, and other related characterist	cics."
17	SECTION 4. Section 205-4.5, Hawaii Revised Statutes,	is
18	amended by amending subsection (a) to read as follows:	
19	"(a) Within the agricultural district, all lands with	n soil
20	classified by the land study bureau's detailed land	
21	classification as overall (master) productivity rating clas	ss A

1	or B and	for solar energy facilities, class B or C, shall be
2	restricte	d to the following permitted uses:
3	(1)	Cultivation of crops, including crops for bioenergy,
4		flowers, vegetables, foliage, fruits, forage, and
5		timber;
6	(2)	Game and fish propagation;
7	(3)	Raising of livestock, including poultry, bees, fish,
8		or other animal or aquatic life that are propagated
9		for economic or personal use;
10	(4)	Farm dwellings, employee housing, farm buildings, or
11		activities or uses related to farming and animal
12		husbandry. "Farm dwelling", as used in this
13		paragraph, means a single-family dwelling located on
14		and used in connection with a farm, including cluster
15		of single-family farm dwellings permitted within
16		agricultural parks developed by the State, or where
<b>17</b>		agricultural activity provides income to the family
18		occupying the dwelling;
19	(5)	Public institutions and buildings that are necessary

for agricultural practices;

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1	(6)	Public and private open area types of recreational
2		uses, including day camps, picnic grounds, parks, and
3		riding stables, but not including dragstrips,
4		airports, drive-in theaters, golf courses, golf
5		driving ranges, country clubs, and overnight camps;
6	(7)	Public, private, and quasi-public utility lines and
7		roadways, transformer stations, communications
8		equipment buildings, solid waste transfer stations,
9		major water storage tanks, and appurtenant small
10		buildings such as booster pumping stations, but not
11		including offices or yards for equipment, material,
12	•	vehicle storage, repair or maintenance, treatment
13		plants, corporation yards, or other similar
14		structures;
15	(8)	Retention, restoration, rehabilitation, or improvement
16		of buildings or sites of historic or scenic interest;
17	(9)	Agricultural-based commercial operations as described
18		in section 205-2(d)(15);
19	(10)	Buildings and uses, including mills, storage, and
20		processing facilities, maintenance facilities,
21		photovoltaic, biogas, and other small-scale renewable

1		energy systems producing energy sorery for use in the				
2		agricultural activities of the fee or leasehold owner				
3		of the property, and vehicle and equipment storage				
4		areas that are normally considered directly accessory				
5		to the above-mentioned uses and are permitted under				
6		section 205-2(d);				
7	(11)	Agricultural parks;				
8	(12)	Plantation community subdivisions, which as used in				
9		this chapter means an established subdivision or				
10		cluster of employee housing, community buildings, and				
11		agricultural support buildings on land currently or				
12		formerly owned, leased, or operated by a sugar or				
13		pineapple plantation; provided that the existing				
14		structures may be used or rehabilitated for use, and				
15		new employee housing and agricultural support				
16		buildings may be allowed on land within the				
17		subdivision as follows:				
18		(A) The employee housing is occupied by employees or				
19		former employees of the plantation who have a				
20		property interest in the land;				

1		(B) The employee housing units not owned by their			
2		occupants shall be rented or leased at affordable			
3		rates for agricultural workers; or			
4		(C) The agricultural support buildings shall be			
5		rented or leased to agricultural business			
6		operators or agricultural support services;			
7	(13)	Agricultural tourism conducted on a working farm, or a			
8		farming operation as defined in section 165-2, for the			
9		enjoyment, education, or involvement of visitors;			
10		provided that the agricultural tourism activity is			
11		accessory and secondary to the principal agricultural			
12		use and does not interfere with surrounding farm			
13		operations; [and] provided further that this paragraph			
14		shall apply only to a county that has adopted			
15		ordinances regulating agricultural tourism under			
16		section 205-5;			
17	(14)	Agricultural tourism activities, including overnight			
18		accommodations of twenty-one days or less, for any one			
19		stay within a county; provided that this paragraph			
20		shall apply only to a county that includes at least			
21		three islands and has adopted ordinances regulating			

1		agricultural tourism activities pursuant to section
2		205-5; provided further that the agricultural tourism
3		activities coexist with a bona fide agricultural
4		activity. For the purposes of this paragraph, "bona
5		fide agricultural activity" means a farming operation
6		as defined in section 165-2;
7	(15)	Wind energy facilities, including the appurtenances
8		associated with the production and transmission of
9		wind generated energy; provided that the wind energy
10		facilities and appurtenances are compatible with
11		agriculture uses and cause minimal adverse impact on
12		agricultural land;
13	(16)	Biofuel processing facilities, including the
14		appurtenances associated with the production and
15		refining of biofuels that is normally considered
16		directly accessory and secondary to the growing of the
17		energy feedstock; provided that biofuel processing
18		facilities and appurtenances do not adversely impact
19		agricultural land and other agricultural uses in the
20		vicinity.

For the purposes of this paragraph:

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#### H.B. NO. 4407 H.D. 1

"Appurtenances" means operational infrastructure
of the appropriate type and scale for economic
commercial storage and distribution, and other similar
handling of feedstock, fuels, and other products of
biofuel processing facilities.

"Biofuel processing facility" means a facility
that produces liquid or gaseous fuels from organic
sources such as biomass crops, agricultural residues,
and oil crops, including palm, canola, soybean, and
waste cooking oils; grease; food wastes; and animal
residues and wastes that can be used to generate
energy;

13 (17)Agricultural-energy facilities, including appurtenances necessary for an agricultural-energy 14 15 enterprise; provided that the primary activity of the 16 agricultural-energy enterprise is agricultural **17** activity. To be considered the primary activity of an 18 agricultural-energy enterprise, the total acreage 19 devoted to agricultural activity shall be not less 20 than ninety per cent of the total acreage of the 21 agricultural-energy enterprise. The agricultural-

energy facility shall be limited to lands owned,
leased, licensed, or operated by the entity conducting
the agricultural activity.
As used in this paragraph:
"Agricultural activity" means any activity
described in paragraphs (1) to (3) of this subsection.
"Agricultural-energy enterprise" means an
enterprise that integrally incorporates an
agricultural activity with an agricultural-energy
facility.
"Agricultural-energy facility" means a facility
that generates, stores, or distributes renewable
energy as defined in section 269-91 or renewable fuel
including electrical or thermal energy or liquid or
gaseous fuels from products of agricultural activities
from agricultural lands located in the State.
"Appurtenances" means operational infrastructure
of the appropriate type and scale for the economic
commercial generation, storage, distribution, and
other similar handling of energy, including equipment,

1		feedstock, fuels, and other products of agricultural-
2		energy facilities;
3	(18)	Construction and operation of wireless communication
4		antennas, including small wireless facilities;
5		provided that, for the purposes of this paragraph,
6		"wireless communication antenna" means communications
7		equipment that is either freestanding or placed upon
8		or attached to an already existing structure and that
9		transmits and receives electromagnetic radio signals
10		used in the provision of all types of wireless
11		communications services; provided further that "small
12		wireless facilities" shall have the same meaning as in
13		section 206N-2; provided further that nothing in this
14		paragraph shall be construed to permit the
15		construction of any new structure that is not deemed a
16		permitted use under this subsection;
17	(19)	Agricultural education programs conducted on a farming
18		operation as defined in section 165-2, for the
19		education and participation of the general public;
20		provided that the agricultural education programs are
21		accessory and secondary to the principal agricultural

1		use of the parcels or lots on which the agricultural
2		education programs are to occur and do not interfere
3		with surrounding farm operations. For the purposes of
4		this paragraph, "agricultural education programs"
5		means activities or events designed to promote
6		knowledge and understanding of agricultural activities
7		and practices conducted on a farming operation as
8		defined in section 165-2;
9	(20)	Solar energy facilities that do not occupy more than
10		ten per cent of the acreage of the parcel, or twenty
11		acres of land, whichever is lesser or for which a
12		special use permit is granted pursuant to section 205-
13		6; provided that this use shall not be permitted on
14		lands with soil classified by the land study bureau's
15		detailed land classification as overall (master)
16		productivity rating class A;
17	(21)	Solar energy facilities on lands with soil classified
18		by the land study bureau's detailed land
19		classification as overall (master) productivity rating
20		B or C for which a special use permit is granted
21		pursuant to section 205-6; provided that:

1	(A)	The area occupied by the solar energy facilities
2		is also made available for compatible
3		agricultural activities at a lease rate that is
4		at least fifty per cent below the fair market
5		rent for comparable properties;
6	(B)	Proof of financial security to decommission the
7		facility is provided to the satisfaction of the
8		appropriate county planning commission prior to
9		date of commencement of commercial generation;
10		and
11	(C)	Solar energy facilities shall be decommissioned
12		at the owner's expense according to the following
13		requirements:
14		(i) Removal of all equipment related to the
15		solar energy facility within twelve months
16		of the conclusion of operation or useful
17		life; and
18		(ii) Restoration of the disturbed earth to
19		substantially the same physical condition as
20		existed prior to the development of the
21		solar energy facility.

1		For the purposes of this paragraph, "agricultural
2		activities" means the activities described in
3		paragraphs (1) to (3);
4	(22)	Geothermal resources exploration and geothermal
5		resources development, as defined under section 182-1;
6		[ <del>or</del> ]
7	(23)	Hydroelectric facilities, including the appurtenances
8		associated with the production and transmission of
9		hydroelectric energy, subject to section 205-2;
10		provided that the hydroelectric facilities and their
11		appurtenances:
12		(A) Shall consist of a small hydropower facility as
13		defined by the United States Department of
14		Energy, including:
15		(i) Impoundment facilities using a dam to store
16		water in a reservoir;
17		(ii) A diversion or run-of-river facility that
18		channels a portion of a river through a
19		canal or channel; and

1		( =	(ii) Pumped storage facilities that store energy
2			by pumping water uphill to a reservoir at
3			higher elevation from a reservoir at a lower
4			elevation to be released to turn a turbine
5			to generate electricity;
6		(B)	Comply with the state water code, chapter 174C;
7		(C)	Shall, if over five hundred kilowatts in
8			hydroelectric generating capacity, have the
9			approval of the commission on water resource
10			management, including a new instream flow
11			standard established for any new hydroelectric
12			facility; and
13		(D)	Do not impact or impede the use of agricultural
14			land or the availability of surface or ground
15			water for all uses on all parcels that are served
16			by the ground water sources or streams for which
17			hydroelectric facilities are considered[-]; or
18	(24)	Comp	osting and co-composting facilities or
19		oper	ations."

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- 2 SECTION 5. Statutory material to be repealed is bracketed
- 3 and stricken. New statutory material is underscored.
- 4 SECTION 6. This Act shall take effect on July 1, 2050.

#### Report Title:

Composting; Co-Composting; DOH; Rules; Agricultural Districts

#### Description:

Requires DOH to adopt rules to establish a classification system for composting facilities or operations for the purposes of regulating them for health purposes. Allows composting and cocomposting in the agricultural district, including on lands with class A or B soils. Effective 7/1/2050. (HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.