A BILL FOR AN ACT

RELATING TO HAWAIIAN HOME LANDS.

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

SECTION 1. The legislature finds that when the United
 States Congress passed the Hawaiian Homes Commission Act of 1920
 and set aside approximately 203,500 acres of public lands as
 Hawaiian home lands for the rehabilitation of native Hawaiians,
 the United States reaffirmed the trust responsibility it had
 assumed toward the Hawaiian people.

7 The legislature also finds that under the Admission Act,
8 the State assumed the trust responsibility to carry out the
9 mandates of the Hawaiian Homes Commission Act.

10 The legislature further finds that thousands of acres of 11 Hawaiian home lands were allegedly used, disposed of, or 12 withdrawn from the trust by territorial or state executive 13 actions in contravention of the Hawaiian Homes Commission Act. 14 In recognition of these allegations and toward their resolution, 15 the legislature enacted Act 395, Session Laws of Hawaii 1988, 16 which, among other actions, provided a limited waiver of 17 sovereign immunity for breaches of the Hawaiian home lands trust



1 from July 1, 1988 forward. Act 395 also required the governor 2 to present a proposal to the legislature prior to the convening 3 of the 1991 Regular Session to resolve controversies that arose between August 21, 1959 and July 1, 1988. The governor's Action 4 5 Plan to Address Controversies under the Hawaiian Home Lands 6 Trust and the Public Land Trust was accepted by the legislature 7 pursuant to its adoption of S.C.R. No. 185, H.D. 1, in 1991. 8 The governor's Action Plan, among other actions, proposed 9 convening a task force of representatives from the department of 10 Hawaiian home lands, the department of land and natural 11 resources, the office of state planning, and the department of 12 the attorney general to accelerate the review process concerning 13 department of Hawaiian home lands' land title and compensation 14 claims. The actions of the task force were to include verifying 15 title claims, determining if improper uses were still in 16 existence and whether these uses should be canceled or continued 17 if authorized by the Hawaiian homes commission, conducting 18 appraisals and determining appropriate compensation for past and 19 continued use of Hawaiian home lands, and pursuing all avenues 20 for return of lands and compensation from the federal government 21 for wrongful actions during the territorial period.



Page 2

In 1992, the legislature approved the resolution of the first set of claims covering gubernatorial executive orders and proclamations that set aside 29,633 acres of lands for public uses such as forest reserves, schools, and parks. Act 316, Session Laws of Hawaii 1992, provided \$12,000,000 to pay verified claims and provide other means to resolve public use controversies.

8 In 1993, the legislature approved further means to resolve 9 verified claims. Act 352, Session Laws of Hawaii 1993, extended 10 the period within which to pay compensation, continued the 11 authorization to the State to pursue claims against the United 12 States for the federal government's wrongful actions, and 13 authorized land exchanges to resolve alienations of Hawaiian 14 home lands.

In 1994, the task force continued to verify and value certain of the claims that remained unresolved, including claims for lands in Lualualei and Waimanalo on Oahu, Anahola, Moloaa, Kamalomalo, and Waimea on Kauai, Puukapu, Keaukaha, Panaewa, and Kawaihae on Hawaii, Kula on Maui, and Kalaupapa on Molokai; and compensation for periods of public use of trust land not already paid.



H.B. NO. 2581

1 In 1995, the legislature found that, due to the difficulty, 2 time, uncertainty, disruption of public purposes, impact on the 3 public land trust and private landowners, and expense of 4 judicial resolution of remaining disputed claims, another 5 approach, which results in the repair of the Hawaiian home lands 6 trust and the final resolution of claims against the State, is 7 necessary and in the best interests of the State and the 8 beneficiaries of the trust.

9 With the enactment of Act 14, Special Session Laws of 10 Hawaii 1995, with respect to all controversies arising between 11 August 21, 1959, and July 1, 1988, excluding individual claims 12 provided for pursuant to chapter 674, Hawaii Revised Statutes, 13 the State withdrew the limited waiver of sovereign immunity 14 permitted by Act 395, Session Laws of Hawaii 1988, thereby 15 forever barring all claims arising between August 21, 1959, and 16 July 1, 1988.

With the enactment of Act 14, the legislature intended, in
part, to resolve all controversies for the period between
August 21, 1959 and July 1, 1988, allowed by Act 395, Session
Laws of Hawaii 1988, except those permitted by chapter 674,
Hawaii Revised Statutes; resolve all controversies relating to



H.B. NO. 2587

1 the validity of patents issued after 1920 and prior to July 1, 2 1988, and affecting any lands covered by or allegedly covered by the Hawaiian Homes Commission Act and to all rights arising from 3 4 or relating to such patents as issued; and make certain other 5 related amendments to chapters 673 and 674, Hawaii Revised 6 Statutes. The legislature also found that to properly utilize 7 Hawaiian home lands, there was a need for a substantial, 8 predictable funding mechanism for the department of Hawaiian 9 homes lands to appropriately plan for the development of those 10 lands. Accordingly, Act 14 established a Hawaiian home lands trust fund. 11

12 With the enactment of Act 14, the State resolved all 13 controversies and claims encompassed by the Act by taking 14 several actions. Act 14 established the aforementioned trust 15 fund and required that the State make twenty annual deposits of 16 \$30,000,000, or their discounted value equivalent, into the 17 trust fund; provided that in lieu of sums deposited, the State, 18 with the approval of the commission, could substitute from time 19 to time land or other consideration having the fair market value 20 of the deposit, as mutually agreed by the State and commission; 21 provided that the State, at any time, may prepay sums due,



H.B. NO. 2 587

1 without penalty, and that the total amount to be deposited into 2 the trust fund shall be adjusted by the prepayment based on a 3 discount rate per year equal to the then-average weekly 4 investment rate on five year treasury bills; and provided 5 further that the payment of funds into the trust fund shall 6 include any interest, as determined by section 478-2, Hawaii 7 Revised Statutes, on the unpaid balance of any funds due but not 8 appropriated by the end of each respective fiscal year. Act 14 9 also transferred lands in the Waimanalo, Anahola, Kamalomalo, 10 and Moloaa areas; the compensation for all remaining confirmed 11 uncompensated public uses of Hawaiian home lands; the initiation 12 of a land exchange to remedy uncompensated use of Hawaiian home 13 lands for state roads claims and highways; and the provision of 14 the first selection of up to two hundred acres of land, to be 15 conveyed to the department of Hawaiian home lands to fulfill the provisions of claims resolution, upon the return to the State of 16 any ceded lands, comprising all, or a portion of Bellows Air 17 18 Force Station (TMK:4-1-15). Act 14 further required the State 19 to pay in advance all rent due for department of Hawaiian home lands license agreement no. 308 for the continued State use of 20 21 trust lands under Nanaikapono elementary school between April 4,



H.B. NO.2587

1 1996, and October 27, 2002. Act 14 also required the State to 2 pay for the State's uncompensated use of Hawaiian home lands 3 between 1959 and 1995. Finally, Act 14 required the State to 4 pay moneys owed the department of Hawaiian home lands as its 5 thirty per cent entitlement for the use of Hanapepe, Kauai, 6 public lands formerly under lease of sugarcane cultivation on 7 November 7, 1978, pursuant to section 1 of article XII of the 8 Constitution of the State of Hawaii.

9 The legislature finds that, although past steps have been 10 taken to resolve claims regarding Hawaiian home lands, there are 11 valid concerns about outstanding issues relating to Act 14; 12 claims made pursuant to chapter 673, Hawaii Revised Statutes, 13 that arose after July 1, 1988; and the outstanding status of 14 certain elements, such as the Mauna Kea access road.

Accordingly, the purpose of this Act is to establish a task force to assess all outstanding claims related to the Hawaiian Homes Commission Act of 1920.

18 SECTION 2. (a) There is established within the department 19 of Hawaiian home lands for administrative purposes only a 20 Hawaiian home lands outstanding claims task force.



1	(b) The chairperson of the Hawaiian homes commission or
2	the chairperson's designee shall serve as the chairperson of the
3	task force. The following individuals or their designees shall
4	serve as members of the task force:
5	(1) The comptroller;
6	(2) The attorney general;
7	(3) The director of finance; and
8	(4) The chairperson of the board of trustees of the office
9	of Hawaiian affairs.
10	(c) The chairperson of the task force shall invite up to
11	three additional individuals representing stakeholder parties to
12	serve as members of the task force.
13	(d) Notwithstanding any law to the contrary, no member of
14	the task force shall be subject to chapter 84, Hawaii Revised
15	Statutes, solely due to that member's participation as a member
16	of the task force.
17	(e) The Hawaiian home lands outstanding claims task force
18	shall:
19	(1) Review outstanding issues related to Act 14, Special
20	Session Laws of Hawaii 1995;



Page 9

H.B. NO:2587

(2)	Investigate claims made pursuant to chapter 673,
	Hawaii Revised Statutes, that arose after July 1,
	1988; and
(3)	Review the outstanding status of certain elements,
	such as the Mauna Kea Access Road.
(f)	No later than twenty days prior to the convening of
the regul	ar session of 2021, the Hawaiian home lands outstanding
claims ta	sk force shall submit to the legislature a report on
the progr	ess of its efforts and its findings and
recommend	ations, including any proposed legislation.
(g)	The task force shall be dissolved on June 30, 2021.
SECT	YION 3. This Act shall take effect upon its approval.
	INTRODUCED BY: Dellet
	<pre>(3) (f) the regul claims ta the progr recommend (g)</pre>

On

JAN 2 3 2020

Que a

HB LRB 20-0708.doc

Report Title:

DHHL; Hawaiian Homes Commission; Claims; Task Force

Description:

Establishes within the Department Hawaiian Home Lands, for administrative purposes only, a Hawaiian home lands outstanding claims task force. Requires a report to the Legislature.

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



 \checkmark