HOUSE OF REPRESENTATIVES THIRTIETH LEGISLATURE, 2020 STATE OF HAWAII H.B. NO. 2693

A BILL FOR AN ACT

RELATING TO WIND ENERGY.

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

| 1 | SECTION 1. Chapter 196, Hawaii Revised Statutes, is |
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| 2 | amended by adding a new section to be appropriately designated |
| 3 | and to read as follows: |
| 4 | " <u>§196-</u> Placement of wind energy facilities, wind |
| 5 | machines, and wind farms; restriction. (a) Wind energy |
| 6 | facilities, wind machines, and wind farms may be constructed in |
| 7 | ocean waters. No wind energy facility, wind machine, or wind |
| 8 | farm shall be constructed or located within five miles from any |
| 9 | airport or any residential development. |
| 10 | (b) As used in this section, "ocean waters" means all |
| 11 | waters seaward of the shoreline within the jurisdiction of the |
| 12 | State." |
| 13 | SECTION 2. Section 205-2, Hawaii Revised Statutes, is |
| 14 | amended by amending subsection (d) to read as follows: |
| 15 | "(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 | | | |



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| 1 | | cent of the acreage of the parcel, or twenty |
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| 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 small- |
| 14 | | scale renewable energy systems producing energy solely |
| 15 | | for use in the agricultural activities of the fee or |
| 16 | | leasehold owner of the property, agricultural-energy |
| 17 | | facilities as defined in section 205-4.5(a)(17), |
| 18 | | vehicle and equipment storage areas, and plantation |
| 19 | | community subdivisions as defined in section |
| 20 | | 205-4.5(a)(12); |



| 1 | (8) | Wind machines and wind farms; provided that no wind | | | | |
|----|------|--|--|--|--|--|
| 2 | | machine or wind farm shall be constructed or located | | | | |
| 3 | | within five miles from the boundaries of any airport | | | | |
| 4 | | or any residential development; | | | | |
| 5 | (9) | Small-scale meteorological, air quality, noise, and | | | | |
| 6 | | other scientific and environmental data collection and | | | | |
| 7 | | monitoring facilities occupying less than one-half | | | | |
| 8 | | acre of land; provided that these facilities shall not | | | | |
| 9 | | be used as or equipped for use as living quarters or | | | | |
| 10 | | dwellings; | | | | |
| 11 | (10) | Agricultural parks; | | | | |
| 12 | (11) | Agricultural tourism conducted on a working farm, or a | | | | |
| 13 | | farming operation as defined in section 165-2, for the | | | | |
| 14 | | enjoyment, education, or involvement of visitors; | | | | |
| 15 | | provided that the agricultural tourism activity is | | | | |
| 16 | | accessory and secondary to the principal agricultural | | | | |
| 17 | | use and does not interfere with surrounding farm | | | | |
| 18 | | operations; and provided further that this paragraph | | | | |
| 19 | | shall apply only to a county that has adopted | | | | |
| 20 | | ordinances regulating agricultural tourism under | | | | |
| 21 | | section 205-5; | | | | |



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



1 were produced using agricultural products grown 2 in Hawaii; 3 (B) Retail activities in an enclosed structure owned 4 and operated by a producer for the display and 5 sale of agricultural products grown in Hawaii, 6 value-added products that were produced using 7 agricultural products grown in Hawaii, logo items 8 related to the producer's agricultural 9 operations, and other food items; 10 (C) A retail food establishment owned and operated by 11 a producer and permitted under chapter 11-50, 12 Hawaii administrative rules, that prepares and 13 serves food at retail using products grown in 14 Hawaii and value-added products that were 15 produced using agricultural products grown in 16 Hawaii; 17 A farmers' market, which is an outdoor market (D) 18 limited to producers selling agricultural 19 products grown in Hawaii and value-added products that were produced using agricultural products 20 21 grown in Hawaii; and



| 1 | (E) A food hub, which is a facility that may contain |
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| 2 | a commercial kitchen and provides for the |
| 3 | storage, processing, distribution, and sale of |
| 4 | agricultural products grown in Hawaii and value- |
| 5 | added products that were produced using |
| 6 | agricultural products grown in Hawaii. |
| 7 | The owner of an agricultural-based commercial |
| 8 | operation shall certify, upon request of an officer or |
| 9 | agent charged with enforcement of this chapter under |
| 10 | section 205-12, that the agricultural products |
| 11 | displayed or sold by the operation meet the |
| 12 | requirements of this paragraph; and |
| 13 | (16) Hydroelectric facilities as described in section |
| 14 | 205-4.5(a)(23). |
| 15 | Agricultural districts shall not include golf courses and golf |
| 16 | driving ranges, except as provided in section 205-4.5(d). |
| 17 | Agricultural districts include areas that are not used for, or |
| 18 | that are not suited to, agricultural and ancillary activities by |
| 19 | reason of topography, soils, and other related characteristics." |
| 20 | SECTION 3. Section 205-4.5, Hawaii Revised Statutes, is |
| 21 | amended by amending subsection (a) to read as follows: |



| 1 | "(a) | Within the agricultural district, all lands with soil | | | | |
|----|--|--|--|--|--|--|
| 2 | classifie | d by the land study bureau's detailed land | | | | |
| 3 | classification as overall (master) productivity rating class A | | | | | |
| 4 | or B and | for solar energy facilities, class B or C, shall be | | | | |
| 5 | restricte | d to the following permitted uses: | | | | |
| 6 | (1) | Cultivation of crops, including crops for bioenergy, | | | | |
| 7 | | flowers, vegetables, foliage, fruits, forage, and | | | | |
| 8 | | timber; | | | | |
| 9 | (2) | Game and fish propagation; | | | | |
| 10 | (3) | Raising of livestock, including poultry, bees, fish, | | | | |
| 11 | | or other animal or aquatic life that are propagated | | | | |
| 12 | | for economic or personal use; | | | | |
| 13 | (4) | Farm dwellings, employee housing, farm buildings, or | | | | |
| 14 | | activities or uses related to farming and animal | | | | |
| 15 | | husbandry. "Farm dwelling", as used in this | | | | |
| 16 | | paragraph, means a single-family dwelling located on | | | | |
| 17 | | and used in connection with a farm, including clusters | | | | |
| 18 | | of single-family farm dwellings permitted within | | | | |
| 19 | | agricultural parks developed by the State, or where | | | | |
| 20 | | agricultural activity provides income to the family | | | | |
| 21 | | occupying the dwelling; | | | | |



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

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1 Buildings and uses, including mills, storage, and (10)2 processing facilities, maintenance facilities, 3 photovoltaic, biogas, and other small-scale renewable energy systems producing energy solely for use in the 4 5 agricultural activities of the fee or leasehold owner 6 of the property, and vehicle and equipment storage 7 areas that are normally considered directly accessory 8 to the above-mentioned uses and are permitted under 9 section 205-2(d); 10 (11)Agricultural parks;

11 Plantation community subdivisions, which as used in (12)12 this chapter means an established subdivision or 13 cluster of employee housing, community buildings, and 14 agricultural support buildings on land currently or 15 formerly owned, leased, or operated by a sugar or 16 pineapple plantation; provided that the existing 17 structures may be used or rehabilitated for use, and new employee housing and agricultural support 18 19 buildings may be allowed on land within the 20 subdivision as follows:



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



1 stay within a county; provided that this paragraph shall apply only to a county that includes at least 2 3 three islands and has adopted ordinances regulating 4 agricultural tourism activities pursuant to section 5 205-5; provided further that the agricultural tourism 6 activities coexist with a bona fide agricultural 7 activity. For the purposes of this paragraph, "bona 8 fide agricultural activity" means a farming operation 9 as defined in section 165-2; 10 (15)Wind energy facilities, including the appurtenances 11 associated with the production and transmission of 12 wind generated energy; provided that the wind energy 13 facilities and appurtenances are compatible with 14 agriculture uses and cause minimal adverse impact on 15 agricultural land; provided further that no wind 16 energy facility shall be constructed or located within 17 five miles from the boundaries of any airport or any 18 residential development; 19 (16)Biofuel processing facilities, including the 20 appurtenances associated with the production and

refining of biofuels that is normally considered

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1 directly accessory and secondary to the growing of the 2 energy feedstock; provided that biofuel processing 3 facilities and appurtenances do not adversely impact 4 agricultural land and other agricultural uses in the 5 vicinity. 6 For the purposes of this paragraph: 7 "Appurtenances" means operational infrastructure 8 of the appropriate type and scale for economic 9 commercial storage and distribution, and other similar 10 handling of feedstock, fuels, and other products of 11 biofuel processing facilities. "Biofuel processing facility" means a facility 12 13 that produces liquid or gaseous fuels from organic 14 sources such as biomass crops, agricultural residues, and oil crops, including palm, canola, soybean, and 15 16 waste cooking oils; grease; food wastes; and animal 17 residues and wastes that can be used to generate 18 energy; 19 (17)Agricultural-energy facilities, including 20 appurtenances necessary for an agricultural-energy 21 enterprise; provided that the primary activity of the



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1 agricultural-energy enterprise is agricultural 2 activity. To be considered the primary activity of an 3 agricultural-energy enterprise, the total acreage devoted to agricultural activity shall be not less 4 5 than ninety per cent of the total acreage of the 6 agricultural-energy enterprise. The agricultural-7 energy facility shall be limited to lands owned, 8 leased, licensed, or operated by the entity conducting 9 the agricultural activity. 10 As used in this paragraph: 11 "Agricultural activity" means any activity 12 described in paragraphs (1) to (3) of this subsection. 13 "Agricultural-energy enterprise" means an 14 enterprise that integrally incorporates an 15 agricultural activity with an agricultural-energy 16 facility. "Agricultural-energy facility" means a facility 17 18 that generates, stores, or distributes renewable 19 energy as defined in section 269-91 or renewable fuel

including electrical or thermal energy or liquid or



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1 gaseous fuels from products of agricultural activities 2 from agricultural lands located in the State. 3 "Appurtenances" means operational infrastructure 4 of the appropriate type and scale for the economic 5 commercial generation, storage, distribution, and 6 other similar handling of energy, including equipment, 7 feedstock, fuels, and other products of agriculturalenergy facilities; 8 9 (18) Construction and operation of wireless communication 10 antennas, including small wireless facilities; 11 provided that, for the purposes of this paragraph, 12 "wireless communication antenna" means communications 13 equipment that is either freestanding or placed upon 14 or attached to an already existing structure and that 15 transmits and receives electromagnetic radio signals 16 used in the provision of all types of wireless 17 communications services; provided further that "small 18 wireless facilities" shall have the same meaning as in 19 section 206N-2; provided further that nothing in this 20 paragraph shall be construed to permit the



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



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| 1 | | deta | iled land classification as overall (master) | | | |
|----|------|------|---|--|--|--|
| 2 | | prod | uctivity rating class A; | | | |
| 3 | (21) | Sola | Solar energy facilities on lands with soil classified | | | |
| 4 | | by t | by the land study bureau's detailed land | | | |
| 5 | | clas | sification as overall (master) productivity rating | | | |
| 6 | | B or | C for which a special use permit is granted | | | |
| 7 | | purs | uant to section 205-6; provided that: | | | |
| 8 | | (A) | The area occupied by the solar energy facilities | | | |
| 9 | | | is also made available for compatible | | | |
| 10 | | | agricultural activities at a lease rate that is | | | |
| 11 | | | at least fifty per cent below the fair market | | | |
| 12 | | | rent for comparable properties; | | | |
| 13 | | (B) | Proof of financial security to decommission the | | | |
| 14 | | | facility is provided to the satisfaction of the | | | |
| 15 | 0 | | appropriate county planning commission prior to | | | |
| 16 | | | date of commencement of commercial generation; | | | |
| 17 | | | and | | | |
| 18 | | (C) | Solar energy facilities shall be decommissioned | | | |
| 19 | | | at the owner's expense according to the following | | | |
| 20 | | | requirements: | | | |

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| 1 | | (i) | Removal of all equipment related to the |
|----|------|-----------|--|
| 2 | | | solar energy facility within twelve months |
| 3 | | | of the conclusion of operation or useful |
| 4 | | | life; and |
| 5 | | (ii) | Restoration of the disturbed earth to |
| 6 | | | substantially the same physical condition as |
| 7 | | | existed prior to the development of the |
| 8 | | | solar energy facility. |
| 9 | | For the p | urposes of this paragraph, "agricultural |
| 10 | | activitie | s" means the activities described in |
| 11 | | paragraph | s (1) to (3); |
| 12 | (22) | Geotherma | l resources exploration and geothermal |
| 13 | | resources | development, as defined under section 182-1; |
| 14 | | or | |
| 15 | (23) | Hydroelec | tric facilities, including the appurtenances |
| 16 | | associate | d with the production and transmission of |
| 17 | | hydroelec | tric energy, subject to section 205-2; |
| 18 | | provided | that the hydroelectric facilities and their |
| 19 | | appurtena | nces: |



| 1 | (A) Shal | l consist of a small hydropower facility as |
|----|----------|--|
| 2 | defi | ned by the United States Department of |
| 3 | Ener | gy, including: |
| 4 | (i) | Impoundment facilities using a dam to store |
| 5 | | water in a reservoir; |
| 6 | (ii) | A diversion or run-of-river facility that |
| 7 | | channels a portion of a river through a |
| 8 | | canal or channel; and |
| 9 | (iii) | Pumped storage facilities that store energy |
| 10 | | by pumping water uphill to a reservoir at |
| 11 | | higher elevation from a reservoir at a lower |
| 12 | | elevation to be released to turn a turbine |
| 13 | | to generate electricity; |
| 14 | (B) Comp | oly with the state water code, chapter 174C; |
| 15 | (C) Shal | l, if over five hundred kilowatts in |
| 16 | hydı | coelectric generating capacity, have the |
| 17 | appı | coval of the commission on water resource |
| 18 | mana | agement, including a new instream flow |
| 19 | star | ndard established for any new hydroelectric |
| 20 | fac | llity; and |



| 1 | (D) | Do not impact or impede the use of agricultural |
|---|-----------|---|
| 2 | | land or the availability of surface or ground |
| 3 | | water for all uses on all parcels that are served |
| 4 | | by the ground water sources or streams for which |
| 5 | | hydroelectric facilities are considered." |
| 6 | SECTION 4 | . New statutory material is underscored. |
| 7 | SECTION 5 | . This Act shall take effect upon its approval. |
| 8 | | 1. A to ile here |

INTRODUCED BY: Juda Catro 115 The M.

JAN 2 3 2020



Report Title:

Wind Machines; Wind Farms; Wind Energy Facilities; State Ocean Waters; Agricultural Lands; Permitted Use

Description:

Authorizes the construction of wind machines, wind farms, and wind energy facilities in state ocean waters. Prohibits wind machines, wind farms, and wind energy facilities from being constructed or located within five miles from any airport or any residential development.

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

