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HOUSE RESOLUTION

REQUESTING THE ESTABLISHMENT OF A TASK FORCE TO ASSESS THE OUTSTANDING CLAIMS RELATING TO THE HAWAIIAN HOMES COMMISSION ACT.

1 WHEREAS, when the United States Congress passed the 2 Hawaiian Homes Commission Act of 1920 (HHCA) and set aside 3 approximately 203,500 acres of public lands as Hawaiian home 4 lands for the rehabilitation of native Hawaiians, the United 5 States reaffirmed the trust responsibility it had assumed toward 6 the Hawaiian people; and

8 WHEREAS, under the Admission Act, the State of Hawaii 9 assumed the trust responsibility to carry out the mandates of 10 the HHCA; and

WHEREAS, thousands of acres of Hawaiian home lands were allegedly used, disposed of, or withdrawn from the trust by territorial or state executive actions in contravention of the HHCA; and

WHEREAS, in recognition of these allegations and toward their resolution, the Legislature enacted Act 395, Session Laws of Hawaii 1988, which, among other actions, provided a limited waiver of sovereign immunity for breaches of the Hawaiian home lands trust from July 1, 1988 forward; and

WHEREAS, Act 395, Session Laws of Hawaii 1988, also required the Governor to present a proposal to the Legislature prior to the convening of the 1991 Regular Session to resolve controversies which arose between August 21, 1959 and July 1, 1988; and

WHEREAS, the Governor's <u>Action Plan to Address</u>
Controversies under the Hawaiian Home Lands Trust and the Public
Land Trust (Governor's Action Plan) was accepted by the
Legislature pursuant to its adoption of S.C.R. No. 185, H.D. 1,
in 1991; and

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1 WHEREAS, the Governor's Action Plan, among other actions, 2 proposed convening a task force of representatives from the 3 Department of Hawaiian Home Lands, the Department of Land and 4 Natural Resources, the Office of State Planning, and the 5 Department of the Attorney General to accelerate the review 6 process concerning Department of Hawaiian Home Lands' land title 7 8 and compensation claims; and 9 10 WHEREAS, the actions of the task force were to include 11 verifying title claims, determining if improper uses were still 12 in existence and whether these uses should be canceled or continued if authorized by the Hawaiian Homes Commission, 13 conducting appraisals and determining appropriate compensation 14 for past and continued use of Hawaiian home lands, and pursuing 15 16 all avenues for return of lands and compensation from the federal government for wrongful actions during the territorial 17 period; and 18 19 20 WHEREAS, in 1992, the Legislature approved the resolution of the first set of claims covering gubernatorial executive 21 orders and proclamations which set aside 29,633 acres of lands 22 for public uses such as forest reserves, schools, and parks. 23 Act 316, Session Laws of Hawaii 1992, provided \$12,000,000 to 24 pay verified claims and provide other means to resolve public 25 use controversies; and 26 27 28 WHEREAS, in 1993, the Legislature approved further means to resolve verified claims. Act 352, Session Laws of Hawaii 1993, 29 extended the period within which to pay compensation, continued 30 the authorization to the State to pursue claims against the 31 United States for the federal government's wrongful actions, and 32 authorized land exchanges to resolve alienations of Hawaiian 33 home lands; and 34 35 WHEREAS, in 1994, the task force continued to verify and 36 value certain of the claims which remained unresolved, including 37 claims for lands in Lualualei and Waimanalo on Oahu, Anahola, 38 39 Moloa'a, Kamalomalo'o, and Waimea on Kauai, Puukapu, Keaukaha, Panaewa, and Kawaihae on Hawaii, Kula on Maui, and Kalaupapa on 40 Molokai; and compensation for periods of public use of trust 41 land not already paid; and 42

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1 2 WHEREAS, in 1995, the Legislature found that, due to the difficulty, time, uncertainty, disruption of public purposes, 3 impact on the public land trust and private landowners, and 4 5 expense of judicial resolution of remaining disputed claims, another approach, which resulted in the repair of the Hawaiian 6 home lands trust and the final resolution of claims against the 7 8 State, was necessary and in the best interests of the State and 9 the beneficiaries of the trust; and 10 11 WHEREAS, with the passage of Act 14, Session Laws of Hawaii Special Session 1995 (hereinafter referred to as Act 14), with 12 13 respect to all controversies that arose between August 21, 1959 14 and July 1, 1988, excluding individual claims provided for 15 pursuant to chapter 674, Hawaii Revised Statutes, the State withdrew the limited waiver of sovereign immunity permitted by 16 Act 395, Session Laws of Hawaii 1988 thereby forever barring all 17 claims arising between August 21, 1959 and July 1, 1988; and 18 19 20 WHEREAS, in passing Act 14, the intent of the Legislature 21 was, in part, to: (a) resolve all controversies for the period 22 between August 21, 1959 and July 1, 1988, allowed by Act 395, Session Laws of Hawaii 1988, except those permitted by chapter 23 24 674, Hawaii Revised Statutes, (b) resolve all controversies 25 relating to the validity of patents issued after 1920 and prior 26 to July 1, 1988 and affecting any lands covered by or allegedly 27 covered by the HHCA and to all rights arising from or relating 28 to such patents as issued, and (c) make certain other related 29 amendments to chapters 673 and 674, Hawaii Revised Statutes; and 30 31 WHEREAS, the Legislature also found that in order to 32 properly utilize Hawaiian home lands, there was a need for a substantial, predictable funding mechanism for the Department of 33 Hawaiian Home Lands to appropriately plan for the development of 34 35 these lands and therefore established a Hawaiian home lands 36 trust fund; and 37 WHEREAS, the State resolved all controversies and claims 38 encompassed by Act 14, by establishing the Hawaiian home lands 39 40 trust fund and requiring the State to make twenty annual deposits of \$30,000,000, or their discounted value equivalent, 41 into the trust fund; provided that in lieu of sums deposited 42

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hereunder, the State could, with the approval of the Commission, 1 2 substitute from time to time land or other consideration having the fair market value of such deposit, as mutually agreed by the 3 4 State and Hawaiian Homes Commission; provided that the State could, at any time, prepay sums due hereunder, without penalty, 5 6 and that the total amount to be deposited into the trust fund should be adjusted by such prepayment based on a discount rate 7 per year equal to the then-average weekly investment rate on 8 9 five year Treasury Bills; and provided further that the payment of funds into the trust fund should include any interest, as 10 determined by section 478-2, Hawaii Revised Statutes, on the 11 unpaid balance of any funds due but not appropriated by the end 12 of each respective fiscal year; and 13

WHEREAS, the State further resolved all controversies and 15 claims encompassed by Act 14, by transferring lands and 16 resolving claims in the Waimanalo, Anahola, Kamalomalo'o, and 17 18 Moloa'a areas; the compensation for all remaining confirmed uncompensated public uses of Hawaiian home lands; the initiation 19 20 of a land exchange to remedy uncompensated use of Hawaiian home lands for state roads claims and highways; and the provision of 21 22 the first selection of up to two hundred acres of land, to be conveyed to the department to fulfill the provisions of claims 23 resolution, upon the return to the State of any ceded lands, 24 comprising all, or a portion of Bellows Air Force Station (TMK: 25 4-1-15.); and 26

WHEREAS, the State further resolved all controversies and claims encompassed by Act 14, by paying \$2,348,558 for the purpose of paying in advance all rent due for Department of Hawaiian Home Lands license agreement no. 308 for the continued State use of trust lands under Nanaikapono elementary school between April 4, 1996 and October 27, 2002; and

WHEREAS, the State further resolved all controversies and claims encompassed by Act 14, by paying \$2,390,000 for the purpose of paying compensation for the State's uncompensated use of Hawaiian home lands between 1959 and 1995; and 39

WHEREAS, the State further resolved all controversies and
claims encompassed by Act 14, by paying \$1,539,000 for the
purpose of payment of moneys owed the Department of Hawaiian

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Home Lands as its thirty per cent entitlement for the use of 1 Hanapepe, Kauai, public lands formerly under lease of sugarcane 2 cultivation on November 7, 1978, pursuant to section 1 of 3 article XII of the Constitution of the State of Hawaii; and 4 5 WHEREAS, the Legislature continues to have concerns about 6 the following issues: 7 8 9 Outstanding issues related to Act 14; (1) 10 (2) Claims made pursuant to chapter 673, Hawaii Revised 11 Statutes, which arose after July 1, 1988; and 12 13 The outstanding status of certain elements such as the 14 (3) 15 Mauna Kea Access Road; 16 17 now, therefore, 18 BE IT RESOLVED by the House of Representatives of the 19 Thirtieth Legislature of the State of Hawaii, Regular Session of 20 2020, that the Chairperson of the Hawaiian Homes Commission is 21 requested to convene a task force to assess all outstanding 22 claims related to the Hawaiian Homes Commission Act; and 23 24 BE IT FURTHER RESOLVED that the task force is requested to 25 include the following members: 26 27 The Comptroller, or the Comptroller's designee; 28 (1)29 (2)The Chairperson of the Hawaiian Homes Commission, or 30 the Chairperson of the Hawaiian Homes Commission's 31 designee; 32 33 (3) The Director of the Department of Hawaiian Home Lands, 34 or the Director of the Department of Hawaiian Home 35 Lands' designee; 36 37 (4) The Attorney General, or the Attorney General's 38 designee; 39 40 The Director of Finance, or the Director of Finance's (5) 41 designee; 42

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2 3 4	(6) A representative from the Office of Hawaiian Affairs; and
5 6 7 8	(7) Up to three additional members representing stakeholder parties selected by the Chairperson of the Hawaiian Homes Commission; and
9 10 11 12 13	BE IT FURTHER RESOLVED that no member of the task force be subject to chapter 84, Hawaii Revised Statutes, solely because of that member's participation as a member of the task force; and
14 15	BE IT FURTHER RESOLVED that the task force is requested to:
16 17	(1) Review outstanding issues related to Act 14;
18 19 20 21	 (2) Investigate claims made pursuant to chapter 673, Hawaii Revised Statutes, which arose after July 1, 1988; and
22 23 24	(3) Review the outstanding status of certain elements such as the Mauna Kea Access Road; and
25 26 27 28 29 30	BE IT FURTHER RESOLVED that the task force is requested to submit a report to the Legislature no later than twenty days prior to the convening of the Regular Session of 2021, describing the progress made by the task force, its findings and recommendations, and any proposed legislation; and
31 32 33	BE IT FURTHER RESOLVED that the task force be dissolved on June 30, 2021; and
33 34 35 36 37 38	BE IT FURTHER RESOLVED that certified copies of this Resolution be transmitted to the Governor, Comptroller, Chairperson of the Hawaiian Homes Commission, Director of the Department of Hawaiian Home Lands, Attorney General, and Director of Finance.
39 40 41	OFFERED BY:
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JAN 1 7 2020

