A BILL FOR AN ACT

RELATING TO THE STADIUM DEVELOPMENT DISTRICT.

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

1	PART I
2	SECTION 1. Chapter 109, Hawaii Revised Statutes, is
3	amended by adding four new sections to be appropriately
4	designated and to read as follows:
5	" <u>\$109-</u> <u>Definition.</u> As used in this chapter, "district"
6	or "stadium development district" means real property held by
7	the stadium authority or land under the jurisdiction of the
8	stadium authority.
9	§109- Stadium development special fund; established.
10	(a) There is established in the state treasury the stadium
11	development special fund into which shall be deposited:
12	(1) All revenues from the operations of the stadium
13	development;
14	(2) All proceeds from revenue bonds issued by the stadium
15	authority; and
16	(3) Appropriations made by the legislature to the fund.

1	(b)	Moneys in the stadium development special fund shall
2	be used f	or the expenses of the development and operations of
3	the stadi	um property.
4	<u>§109</u>	- Development guidance policies; established. (a)
5	The follo	wing shall be the general development guidance policies
6	governing	the stadium authority's actions in the stadium
7	developme	nt district:
8	(1)	Development shall be in accordance with any county
9		transit-oriented development plan unless modified by
10		the authority pursuant to paragraph (2);
11	(2)	With the approval of the governor, the authority, upon
12		the concurrence of a majority of its voting members,
13		may modify and make changes to a transit-oriented
14		development plan with respect to the district to
15		respond to changing conditions; provided that before
16		amending a transit-oriented development plan, the
17		authority shall conduct a public hearing to inform the
18		public of the proposed changes and receive public
19		<pre>input;</pre>
20	(3)	The authority shall seek to promote economic
21		development and employment opportunities by fostering

1		diverse land uses and encouraging private sector			
2		investments that use the opportunities presented by			
3	the rail transit corridor project consistent with the				
4		needs of the public, including the development of			
5		mixed-use housing and affordable housing;			
6	(4)	The authority may engage in planning, design, and			
7		construction activities within and outside the			
8		district; provided that activities outside the			
9		district shall relate to infrastructure development,			
10		area-wide drainage improvements, roadway realignments			
11		and improvements, business and industrial relocation,			
12		and other activities that the authority deems			
13		necessary to carry out development of the district and			
14		<pre>implement this chapter;</pre>			
15	(5)	Hawaiian archaeological, historic, and cultural sites			
16		shall be preserved and protected;			
17	(6)	Endangered species of flora and fauna shall be			
18		preserved to the extent required by law;			
19	<u>(7)</u>	Land use and development activities within the			
20		district shall be coordinated with and, to the extent			
21		possible, complement and support existing county and			

1		state policies, plans, and programs affecting the		
2	district; and			
3	(8) Public facilities within the district shall be			
4		planned, located, and developed to support the		
5		development guidance policies established by this		
6		chapter for the district and any rules adopted		
7		pursuant to chapter 91 to implement this chapter.		
8	<u>§109</u>	- Annual comprehensive report. No less than twenty		
9	days prio	r to the convening of each regular session of the		
10	legislatu	re, the stadium authority shall submit to the		
11	legislature an annual comprehensive status report on the			
12	progress of development within the stadium development			
13	district."			
14	SECT	ION 2. Section 109-2, Hawaii Revised Statutes, is		
15	amended t	o read as follows:		
16	"§10	9-2 Stadium authority; powers and duties. The powers		
17	and dutie	s of the stadium authority shall be as follows:		
18	(1)	To maintain, operate, [and] manage, and develop the		
19		stadium [and related], facilities[;] related to the		
20		stadium, and real property held by the stadium		
21		authority;		

1	(2)	To acquire and hold title to real property;			
2	[(2)]	(3) To prescribe and collect rents, fees, and charges			
3		for the use or enjoyment of the stadium [or any of			
4		its], facilities[+] related to the stadium, and real			
5		property held by the stadium authority, including			
6		entering into leases; provided that leases shall not			
7		<pre>exceed a term of ninety-nine years;</pre>			
8	[-(3)-]	(4) To make and execute contracts and other			
9		instruments necessary or convenient to exercise its			
10		powers under this chapter and subject to any			
11		limitations in this chapter, to exercise all powers			
12		necessary, incidental, or convenient to carry out and			
13		effectuate the purposes and provisions of this			
14		chapter;			
15	[(4)]	(5) To adopt, amend, and repeal in accordance with			
16		chapter 91 rules it may deem necessary to effectuate			
17		this chapter and in connection with its projects,			
18		operations, and facilities;			
19	[(5)]	(6) To appoint a manager and $[a]$ deputy $[manager]$			
20		managers who shall have qualifications as the			
21		authority deems necessary and who shall hold their			

1	respective offices at the pleasure of the authority.
2	The manager and deputy [manager] managers shall be
3	exempt from the requirements of chapters 76 and 89.
4	Effective July 1, 2005, the manager shall be paid a
5	salary not to exceed eighty-seven per cent of the
6	salary of the director of human resources development.
7	Effective July 1, 2005, [the] <u>a</u> deputy manager shall
8	be paid a salary not to exceed eighty-five per cent of
9	the manager's salary. The manager shall have full
10	power to administer the affairs of the stadium and
11	related facilities, subject to the direction and
12	approval of the authority. The manager shall, subject
13	to the approval of the authority, have power to
14	appoint, suspend, and discharge a secretary who shall
15	be exempt from the requirements of chapters 76 and 89,
16	and other employees, subordinates, and assistants as
17	may be necessary for the proper conduct of the
18	business of the authority. Except for persons hired
19	on contract or otherwise as provided in section 109-3
20	and except for the manager, deputy manager, and
21	secretary, all appointments, suspensions, or

1 discharges shall be made in conformity with the 2 applicable provisions of chapter 76; and 3 $[\frac{(6)}{(7)}]$ (7) To plan, promote, and market the stadium and 4 related facilities." SECTION 3. Section 109-7, Hawaii Revised Statutes, is 5 6 amended by amending subsection (a) to read as follows: 7 Any law enforcement officer who has police powers to 8 arrest offenders and issue citations, including any police 9 officer of the counties, shall have the authority to enforce any 10 rule [promulgated] adopted pursuant to section [109-2(4).] 11 109-2(5)." 12 SECTION 4. Section 171-2, Hawaii Revised Statutes, is 13 amended to read as follows: 14 "\$171-2 Definition of public lands. "Public lands" means all lands or interest therein in the State classed as government 15 16 or crown lands previous to August 15, 1895, or acquired or 17 reserved by the government upon or subsequent to that date by 18 purchase, exchange, escheat, or the exercise of the right of 19 eminent domain, or in any other manner; including lands accreted 20 after May 20, 2003, and not otherwise awarded, submerged lands, 21 and lands beneath tidal waters that are suitable for

S.B. NO. 2940 S.D. 2 H.D. 1

1	recramati	on, together with rectaimed lands that have been given
2	the statu	s of public lands under this chapter, except:
3	(1)	Lands designated in section 203 of the Hawaiian Homes
4		Commission Act, 1920, as amended;
5	(2)	Lands set aside pursuant to law for the use of the
6		United States;
7	(3)	Lands being used for roads and streets;
8	(4)	Lands to which the United States relinquished the
9		absolute fee and ownership under section 91 of the
10		Hawaiian Organic Act prior to the admission of Hawaii
11		as a state of the United States unless subsequently
12		placed under the control of the board of land and
13		natural resources and given the status of public lands
14		in accordance with the state constitution, the
15		Hawaiian Homes Commission Act, 1920, as amended, or
16		other laws;
17	(5)	Lands to which the University of Hawaii holds title;
18	(6)	Lands to which the Hawaii housing finance and
19		development corporation in its corporate capacity
20		holds title;

S.B. NO. 2940 S.D. 2 H.D. 1

1	(7)	Lands to which the Hawaii community development
2		authority in its corporate capacity holds title;
3	(8)	Lands set aside by the governor to the Hawaii public
4		housing authority or lands to which the Hawaii public
5		housing authority in its corporate capacity holds
6		title;
7	(9)	Lands to which the department of agriculture holds
8		title by way of foreclosure, voluntary surrender, or
9		otherwise, to recover moneys loaned or to recover
10		debts otherwise owed the department under chapter 167
11	(10)	Lands that are set aside by the governor to the Aloha
12		Tower development corporation; lands leased to the
13		Aloha Tower development corporation by any department
14		or agency of the State; or lands to which the Aloha
15		Tower development corporation holds title in its
16		corporate capacity;
17	(11)	Lands that are set aside by the governor to the
18		agribusiness development corporation; lands leased to
19		the agribusiness development corporation by any
20		department or agency of the State; or lands to which

1		the agribusiness development corporation in its		
2		corporate capacity holds title;		
3	(12)	Lands to which the Hawaii technology development		
4		corporation in its corporate capacity holds title;		
5		[and]		
6	(13)	Lands to which the department of education holds		
7		title; and		
8	(14)	Lands to which the stadium authority holds title;		
9	provided	that, except as otherwise limited under federal law and		
10	except for state land used as an airport as defined in section			
11	262-1, public lands shall include the air rights over any			
12	portion of state land upon which a county mass transit project			
13	is developed after July 11, 2005[\div]; provided further that			
14	should th	e lands under paragraph (14) no longer be needed for		
15	stadium a	nd related purposes, the lands shall be returned to the		
16	public la	nd trust administered by the department."		
17	SECT	ION 5. Section 171-64.7, Hawaii Revised Statutes, is		
18	amended b	y amending subsection (a) to read as follows:		
19	"(a)	This section applies to all lands or interest therein		
20	owned or	under the control of state departments and agencies		
21	classed a	s government or crown lands previous to August 15,		

- 1 1895, or acquired or reserved by the government upon or
- 2 subsequent to that date by purchase, exchange, escheat, or the
- 3 exercise of the right of eminent domain, or any other manner,
- 4 including accreted lands not otherwise awarded, submerged lands,
- 5 and lands beneath tidal waters that are suitable for
- 6 reclamation, together with reclaimed lands that have been given
- 7 the status of public lands under this chapter, including:
- 8 (1)Land set aside pursuant to law for the use of the United States;
- 9

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- 10 (2) Land to which the United States relinquished the 11 absolute fee and ownership under section 91 of the Organic Act prior to the admission of Hawaii as a 12 13 state of the United States;
 - (3) Land to which the University of Hawaii holds title;
- 15 Land to which the Hawaii housing finance and (4)16 development corporation in its corporate capacity 17 holds title;
- 18 Land to which the department of agriculture holds (5) 19 title by way of foreclosure, voluntary surrender, or 20 otherwise, to recover moneys loaned or to recover
- 21 debts otherwise owed the department under chapter 167;

1	(6)	Land that is set aside by the governor to the Aloha
2		Tower development corporation; or land to which the
3		Aloha Tower development corporation holds title in its
4		corporate capacity;
5	(7)	Land that is set aside by the governor to the
6		agribusiness development corporation; or land to which
7		the agribusiness development corporation in its
8		corporate capacity holds title;
9	(8)	Land to which the Hawaii technology development
10		corporation in its corporate capacity holds title;
11	(9)	Land to which the department of education holds title;
12		[and]
13	(10)	Land to which the Hawaii public housing authority in
14		its corporate capacity holds title[-]; and
15	(11)	Lands to which the stadium authority holds title."
16	SECT	ION 6. Section 206E-14, Hawaii Revised Statutes, is
17	amended b	y amending subsection (a) to read as follows:
18	"(a)	The authority may, without recourse to public
19	auction,	sell, or lease for a term not exceeding sixty-five
20	years, al	l or any portion of the real or personal property
21	constitut	ing a redevelopment project to any person, upon such

- 1 terms and conditions as may be approved by the authority, if the
- 2 authority finds that the sale or lease is in conformity with the
- 3 community development plan.
- 4 [For the stadium development district, leases shall not
- 5 exceed a term of ninety-nine years.]"
- 6 SECTION 7. Chapter 206E, part IX, Hawaii Revised Statutes,
- 7 is repealed.
- 8 PART II
- 9 SECTION 8. Section 109-1, Hawaii Revised Statutes, is
- 10 amended by amending subsections (a) and (b) to read as follows:
- "(a) There shall be within the department of accounting
- 12 and general services for administrative purposes only, a stadium
- 13 authority whose responsibility shall be to maintain, operate,
- 14 and manage the stadium and facilities attached thereto. The
- 15 authority shall consist of [nine] eleven members who shall be
- 16 appointed by the governor in the manner prescribed by section
- **17** 26-34.
- 18 Of the eleven members:
- 19 (1) One member shall be a resident of one of the following
- 20 areas:

1	(A) Excl	uding Ford Island, the area beginning at the
2	inte	rsection of Oahu shoreline and Admiral Carey
3	(For	d Island) Bridge and running:
4	<u>(i)</u>	Easterly along said bridge to Salt Lake
5		boulevard;
6	<u>(ii)</u>	Southeasterly along said boulevard to H-1
7		<pre>freeway;</pre>
8	<u>(iii)</u>	Southwesterly along said freeway to Luapele
9		drive;
10	<u>(iv)</u>	Westerly along said drive to Fleet place;
11	<u>(v)</u>	Southwesterly along said place to Ulithi
12		street;
13	<u>(vi)</u>	Southwesterly along said street to unnamed
14		road;
15	(vii)	Southwesterly along said road(s) to Luapele
16		road;
17	<u>(viii)</u>	Westerly along said road to Ulihi road;
18	(ix)	Northwesterly along said road to Makalapa
19		drive;
20	(x)	Southwesterly along said drive to Ulihi
21		road;

1	<u>(xi)</u>	Westerly along said road to Halawa drive;
2	(xii)	Northwesterly along said drive to Arizona
3		street;
4	(xiii)	Westerly along said street to Kamehameha
5		highway;
6	(xiv)	Northerly along said highway to Halawa
7		<pre>stream;</pre>
8	(xv)	Westerly along said stream to Oahu
9		shoreline; and
10	(xvi)	Northerly along said shoreline to point of
11		beginning;
12	(B) The	area beginning at the intersection of Kaonohi
13	stre	et and H-1 freeway and running:
14	<u>(i)</u>	Southeasterly along said freeway to Moanalua
15		freeway - Kamehameha highway connector;
16	<u>(ii)</u>	Northwesterly along said highway connector
17		to Kamehameha highway;
18	<u>(iii)</u>	Northwesterly along said highway to Aiea
19		stream;
20	<u>(iv)</u>	Southerly along said stream to Oahu
21		shoreline;

1	<u>(v)</u>	Northwesterly along said shoreline to
2		<pre>Kalauao stream;</pre>
3	<u>(vi)</u>	Northeasterly along said stream to
4		Kamehameha highway;
5	<u>(vii)</u>	Northwesterly along said highway to Kaonohi
6		street; and
7	<u>(viii)</u>	Northeasterly along said street to point of
8		beginning; or
9	(C) The	area beginning at the intersection of Waimalu
10	stre	am and Koolau ridge and running:
11	<u>(i)</u>	Southeasterly along said ridge to Ewa -
12		Honolulu district boundary;
13	<u>(ii)</u>	Southwesterly along said boundary to Red
14		Hill Naval Reservation boundary;
15	<u>(iii)</u>	Southwesterly along said boundary to Tampa
16		drive;
17	<u>(iv)</u>	Westerly along said drive to unnamed road;
18	<u>(v)</u>	Northerly along said road to Icarus way;
19	<u>(vi)</u>	Westerly along said way to unnamed road;
20	<u>(vii)</u>	Southwesterly along said road(s) to Moanalua
21		freeway (H-201);

S.B. NO. S.D. 2 H.D. 1

1	(viii)	Westerly along said freeway to H-1 freeway;
2	<u>(ix)</u>	Northwesterly along said freeway to Kaonohi
3		street;
4	<u>(x)</u>	Southwesterly along said street to Moanalua
5		road;
6	<u>(xi)</u>	Westerly along said road to Kaahumanu
7		street;
8	(xii)	Northerly along said street to Komo Mai
9		drive;
10	(xiii)	Easterly along said drive to Punanani gulch;
11	(xiv)	Northeasterly along said gulch to powerline;
12	(xv)	Southeasterly along said powerline to
13		Waimalu stream;
14	(xvi)	Northeasterly along said stream to Aiea
15		<pre>stream;</pre>
16	(xvii)	Easterly along said stream to Waimalu
17		stream; and
18	(xviii)	Southeasterly along said stream to point of
19		beginning; and

1	(2)	One member shall be from the area beginning at the	
2		inte	rsection of H-1 freeway and Moanalua freeway (H-
3		201)	and running:
4		<u>(A)</u>	Southeasterly along said freeway to Aliamanu
5			Military Reservation boundary;
6		<u>(B)</u>	Westerly along said boundary to Wanaka street;
7		<u>(C)</u>	Southwesterly along said street to Likini street;
8		<u>(D)</u>	Northwesterly along said street to Ukana street;
9		<u>(E)</u>	Southwesterly along said street to Keaka drive;
10		<u>(F)</u>	Northwesterly along said drive to Manuwa drive;
11		<u>(G)</u>	Southeasterly along said drive to Pakini street;
12		<u>(H)</u>	Southwesterly along said street to Keaka drive;
13		<u>(I)</u>	Southerly along said drive to Puolo drive;
14		<u>(J)</u>	Westerly along said drive to Likini street;
15		<u>(K)</u>	Southerly along said street to Maluna street;
16		<u>(L)</u>	Westerly along said street to Salt Lake
17			boulevard;
18		<u>(M)</u>	Southeasterly along said boulevard to unnamed
19			<pre>feature;</pre>
20		<u>(N)</u>	Southwesterly along said feature to Reeves loop;
21		<u>(O)</u>	Southwesterly along said loop to Radford drive;

S.B. NO. 2940 S.D. 2

1	<u>(P)</u>	Westerly along said drive to Fuqua street;
2	<u>(Q)</u>	Northeasterly along said street to Radford drive;
3	<u>(R)</u>	Northwesterly along said drive to H-1 freeway;
4		and
5	<u>(S)</u>	Northerly along said freeway to point of
6		beginning.
7	Each member of	f the authority shall have been a citizen of the
8	United States	and a resident of the State for at least five
9	years next pre	eceding the member's appointment. The president of
10	the University	y of Hawaii and the superintendent of education
11	shall be ex o	fficio members of the authority but shall not vote.
12	(b) The	chairperson of the authority shall be elected by
13	the majority o	of the members of the authority. The term of each
14	member shall l	be four years[$ au$]; provided that [$ au$ f]:
15	<u>(1)</u> Of	the members initially appointed three members shall
16	ser	ve for four years, three members shall serve for
17	thre	ee years and the remaining three members shall
18	ser	ve for two years[-]; and
19	<u>(2)</u> <u>The</u>	terms of the members added by Act , Session
20	Law	s of Hawaii 2020, shall commence July 1, 2020.

- 1 No person shall be appointed consecutively to more than two
- 2 terms as a member of the authority. Vacancies shall be filled
- 3 for the remainder of any unexpired term in the same manner as
- 4 original appointments."
- 5 PART III
- 6 SECTION 9. Act 268, Session Laws of Hawaii 2019, is
- 7 amended by adding a new section to read as follows:
- 8 "SECTION 7A. With the approval of the governor, the
- 9 stadium authority, as the designated expending agency for
- 10 capital improvement projects authorized in this Act, may
- 11 delegate to other state agencies the implementation of projects
- 12 when it is determined advantageous to do so by both the stadium
- 13 authority as the original expending agency and the agency to
- 14 which expending authority is to be delegated."
- 15 SECTION 10. Act 268, Session Laws of Hawaii 2019, is
- 16 amended by amending sections 4 to 6 to read as follows:
- "SECTION 4. There is appropriated out of the general
- 18 revenues of the State of Hawaii the sum of \$20,000,000 or so
- 19 much thereof as may be necessary for fiscal year 2019-2020 for
- 20 the [establishment and] development of the stadium [development
- 21 district] authority property for public use.

S.B. NO. 2940 S.D. 2

- 1 The sum appropriated shall be expended by the [Hawaii 2 community development] stadium authority for the purposes of 3 this Act; provided that the appropriation shall not lapse at the 4 end of the fiscal year for which the appropriation is made; 5 provided further that all moneys unencumbered as of June 30, 6 2022, shall lapse as of that date. 7 SECTION 5. The legislature finds and declares that the 8 issuance of revenue bonds under this Act is in the public 9 interest and for the public health, safety, and general welfare. 10 Pursuant to part III, chapter 39, Hawaii Revised Statutes. 11 Accordingly, the [Hawaii community development] stadium 12 authority, with the approval of the governor, may issue in one 13 or more series revenue bonds in a total amount not to exceed 14 \$180,000,000 for the [Hawaii community development] stadium 15 authority to implement [the stadium development district as provided for in part , chapter 206E, Hawaii Revised 16 17 Statutes.] the development of the stadium authority property for
- The proceeds of the revenue bonds shall be deposited into
 the [Hawaii community development revolving] stadium development

18

public use.

- 1 special fund created in section [206E-16,] 109- , Hawaii
- 2 Revised Statutes.
- 3 The revenue bonds authorized under this Act shall be issued
- 4 pursuant to part III, chapter 39, Hawaii Revised Statutes. The
- 5 authorization to issue revenue bonds under this Act shall lapse
- 6 on June 30, 2024.
- 7 SECTION 6. The director of finance is authorized to issue
- 8 general obligation bonds in the sum of \$150,000,000 or so much
- 9 thereof as may be necessary and the same sum or so much thereof
- 10 as may be necessary is appropriated for fiscal year 2019-2020 to
- 11 the [Hawaii community development] stadium authority for the
- 12 [stadium development district.] development of the stadium
- 13 authority property for public use; provided that the
- 14 appropriation shall not lapse at the end of the fiscal year for
- 15 which the appropriation is made; provided further that all
- 16 moneys unencumbered as of June 30, 2022, shall lapse as of that
- 17 date."
- 18 PART IV
- 19 SECTION 11. There is appropriated out of the general
- 20 revenues of the State of Hawaii the sum of \$ or so

S.B. NO. S.D. 2

- 1 much thereof as may be necessary for fiscal year 2020-2021 to
- 2 carry out the purposes of this Act.
- 3 The sum appropriated shall be expended by the stadium
- 4 authority for the purposes of this Act; provided that the
- 5 appropriation shall not lapse at the end of the fiscal year for
- 6 which the appropriation is made; provided further that all
- 7 moneys unencumbered as of June 30, 2022, shall lapse as of that
- 8 date.
- 9 PART V
- 10 SECTION 12. Statutory material to be repealed is bracketed
- 11 and stricken. New statutory material is underscored.
- 12 SECTION 13. This Act shall take effect on July 1, 2050.

Report Title:

HCDA; Stadium Development District; Stadium Authority; Membership; Appropriation

Description:

Establishes the stadium development special fund. Establishes general development guidance policies for the stadium authority's actions in the stadium development district. Requires the stadium authority to submit annual comprehensive status reports to the legislature. Authorizes the stadium authority to acquire and hold title to real property. land to which the stadium authority holds title from the definition of "public lands". Transfers authority to issue leases of lands within the stadium development district from the Hawaii community development authority to the stadium authority, including expenditure of general funds and issuance of revenue and general revenue bonds proceeds provided by Act 268, SLH 2019. Authorizes the stadium authority, with approval from the governor, to delegate to other state agencies implementation of capital improvement projects, under certain conditions. Repeals part IX of chapter 206E, HRS, relating to the stadium development district. Broadens the representation of the stadium authority by adding two members to its membership. Appropriates funds. 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.