A BILL FOR AN ACT

RELATING TO AGRICULTURAL LANDS.

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

1 SECTION 1. The purpose of this Act is to amend certain 2 land subdivision and condominium property regime laws related to 3 agricultural land, as recommended by the office of planning in 4 its study of subdivision and condominium property regimes on 5 agricultural lands on Oahu conducted pursuant to Act 278, Session Laws of Hawaii 2019. 6 7 SECTION 2. Section 205-4.5, Hawaii Revised Statutes, is 8 amended as follows: 9 1. By amending subsection (a) to read: 10 "(a) Within the agricultural district, all lands with soil 11 classified by the land study bureau's detailed land classification as overall (master) productivity rating class A 12 13 or B and for solar energy facilities, class B or C, shall be 14 restricted to the following permitted uses: Cultivation of crops, including crops for bioenergy, 15 (1)16 flowers, vegetables, foliage, fruits, forage, and

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timber;

1	(2)	Game and fish propagation;
2	(3)	Raising of livestock, including poultry, bees, fish,
3		or other animal or aquatic life that are propagated
4		for economic or personal use;
5	(4)	Farm dwellings, employee housing, farm buildings, or
6		activities or uses related to farming and animal
7		husbandry. "Farm dwelling", as used in this
8		paragraph, means a single-family dwelling located on
9		and [used in connection with] accessory to a farm,
10		including clusters of single-family farm dwellings
11		permitted within agricultural parks developed by the
12		State, or where agricultural activity provides income
13		to the family occupying the dwelling;
14	(5)	Public institutions and buildings that are necessary
15		for agricultural practices;
16	(6)	Public and private open area types of recreational
17		uses, including day camps, picnic grounds, parks, and
18		riding stables, but not including dragstrips,
19		airports, drive-in theaters, golf courses, golf
20		driving ranges, country clubs, and overnight camps;

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1 (7) Public, private, and quasi-public utility lines and 2 roadways, transformer stations, communications 3 equipment buildings, solid waste transfer stations, 4 major water storage tanks, and appurtenant small 5 buildings such as booster pumping stations, but not 6 including offices or yards for equipment, material, 7 vehicle storage, repair or maintenance, treatment 8 plants, corporation yards, or other similar 9 structures; 10 Retention, restoration, rehabilitation, or improvement (8) 11 of buildings or sites of historic or scenic interest; 12 (9) Agricultural-based commercial operations as described 13 in section 205-2(d)(15); Buildings and uses, including mills, storage, and 14 (10)15 processing facilities, maintenance facilities, 16 photovoltaic, biogas, and other small-scale renewable 17 energy systems producing energy solely for use in the 18 agricultural activities of the fee or leasehold owner 19 of the property, and vehicle and equipment storage 20 areas that are normally considered directly accessory

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1		to the above-mentioned uses and are permitted under
2		section 205-2(d);
3	(11)	Agricultural parks;
4	(12)	Plantation community subdivisions, which as used in
5		this chapter means an established subdivision or
6		cluster of employee housing, community buildings, and
7		agricultural support buildings on land currently or
8		formerly owned, leased, or operated by a sugar or
9		pineapple plantation; provided that the existing
10		structures may be used or rehabilitated for use, and
11		new employee housing and agricultural support
12		buildings may be allowed on land within the
13		subdivision as follows:
14		(A) The employee housing is occupied by employees or
15		former employees of the plantation who have a
16		property interest in the land;
17		(B) The employee housing units not owned by their
18		occupants shall be rented or leased at affordable
19		rates for agricultural workers; or

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



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

commercial storage and distribution, and other similar

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1 handling of feedstock, fuels, and other products of 2 biofuel processing facilities. 3 "Biofuel processing facility" means a facility 4 that produces liquid or gaseous fuels from organic 5 sources such as biomass crops, agricultural residues, 6 and oil crops, including palm, canola, soybean, and 7 waste cooking oils; grease; food wastes; and animal 8 residues and wastes that can be used to generate 9 energy; 10 Agricultural-energy facilities, including (17)11 appurtenances necessary for an agricultural-energy 12 enterprise; provided that the primary activity of the 13 agricultural-energy enterprise is agricultural 14 activity. To be considered the primary activity of an 15 agricultural-energy enterprise, the total acreage 16 devoted to agricultural activity shall be not less 17 than ninety per cent of the total acreage of the 18 agricultural-energy enterprise. The 19 agricultural-energy facility shall be limited to lands 20 owned, leased, licensed, or operated by the entity 21 conducting the agricultural activity.



1 As used in this paragraph: "Agricultural activity" means any activity 2 3 described in paragraphs (1) to (3) of this subsection. "Agricultural-energy enterprise" means an 4 enterprise that integrally incorporates an 5 6 agricultural activity with an agricultural-energy 7 facility. 8 "Agricultural-energy facility" means a facility 9 that generates, stores, or distributes renewable 10 energy as defined in section 269-91 or renewable fuel 11 including electrical or thermal energy or liquid or 12 gaseous fuels from products of agricultural activities 13 from agricultural lands located in the State. 14 "Appurtenances" means operational infrastructure 15 of the appropriate type and scale for the economic 16 commercial generation, storage, distribution, and 17 other similar handling of energy, including equipment, 18 feedstock, fuels, and other products of agricultural-19 energy facilities; 20 Construction and operation of wireless communication (18)

antennas, including small wireless facilities;



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



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1		means activities or events designed to promote
2		knowledge and understanding of agricultural activities
3		and practices conducted on a farming operation as
4		defined in section 165-2;
5	(20)	Solar energy facilities that do not occupy more than
6		ten per cent of the acreage of the parcel, or twenty
7		acres of land, whichever is lesser or for which a
8		special use permit is granted pursuant to section
9		205-6; provided that this use shall not be permitted
10		on lands with soil classified by the land study
11		bureau's detailed land classification as overall
12		(master) productivity rating class A;
13	(21)	Solar energy facilities on lands with soil classified
14		by the land study bureau's detailed land
15		classification as overall (master) productivity rating
16		B or C for which a special use permit is granted
17		pursuant to section 205-6; provided that:
18		(A) The area occupied by the solar energy facilities
19		is also made available for compatible
20		agricultural activities at a lease rate that is

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



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1	(22)	Geothermal resources exploration and geotherm	al
2		resources development, as defined under secti	on 182-1;
3		or	
4	(23)	Hydroelectric facilities, including the appur	tenances
5		associated with the production and transmissi	on of
6		hydroelectric energy, subject to section 205-	2;
7		provided that the hydroelectric facilities an	d their
8		appurtenances:	
9		(A) Shall consist of a small hydropower faci	lity as
10		defined by the United States Department	of
11		Energy, including:	
12		(i) Impoundment facilities using a dam	to store
13		water in a reservoir;	
14		(ii) A diversion or run-of-river facilit	y that
15		channels a portion of a river throu	gh a
16		canal or channel; and	
17		(iii) Pumped storage facilities that stor	e energy
18		by pumping water uphill to a reserv	oir at
19		higher elevation from a reservoir a	t a lower
20		elevation to be released to turn a	turbine
21		to generate electricity;	



1	(1	3) Comply with the state water code, chapter 174C;
2	(0	C) Shall, if over five hundred kilowatts in
3		hydroelectric generating capacity, have the
4		approval of the commission on water resource
5		management, including a new instream flow
6		standard established for any new hydroelectric
7		facility; and
8	(I) Do not impact or impede the use of agricultural
9		land or the availability of surface or ground
10		water for all uses on all parcels that are served
11		by the ground water sources or streams for which
12		hydroelectric facilities are considered."
13	2. By	amending subsection (f) to read:
14	"[[](f)	[+] Notwithstanding any other law to the contrary,
15	agricultural	l lands may be subdivided and leased for the
16	agricultural	l uses or activities permitted in subsection (a);
17	provided that	at:
18	(1) Tł	ne principal use of the leased land is agriculture;
19	(2) No	o permanent or temporary dwellings or farm dwellings,
20	ir	ncluding trailers and campers, are constructed on the
21	le	eased area. This restriction shall not prohibit the



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1		construction of storage sheds, equipment sheds, or
2		other structures appropriate to the agricultural
3		activity carried on within the lot; [and] provided
4		that any violation of this paragraph shall be subject
5		to county enforcement authority and fines pursuant to
6		sections 46-4, 205-12, and 205-13; and
7	(3)	The lease term for a subdivided lot shall be for at
8		least as long as the greater of:
9		(A) The minimum real property tax agricultural
10		dedication period of the county in which the
11		subdivided lot is located; or
12		(B) Five years.
13	Lots crea	ted and leased pursuant to this section shall be legal
14	lots of r	ecord for mortgage lending purposes and shall be exempt
15	from coun	ty subdivision standards."
16	SECT	ION 3. Section 514B-52, Hawaii Revised Statutes, is
17	amended b	y amending subsection (b) to read as follows:
18	"(b)	An application for registration of a project in the
19	agricultu	ral district classified pursuant to chapter 205 shall
20	include a	verified statement, signed by an appropriate county
21	official,	that the project as described and set forth in the



1	project's declaration, condominium map, bylaws, and house rules
2	does not include any restrictions limiting or prohibiting
3	agricultural uses or activities, in compliance with section
4	205-4.6. For projects containing greater than five units, the
5	statement shall also include the applicant's assessment and
6	county comments regarding the availability of supportive
7	infrastructure, any potential impact on governmental plans and
8	resources, sensitive environmental resources, and any other
9	requirements pursuant to county ordinances and rules. The
10	developer's public report shall include the verified statement
11	in addition to the information required by section 514B-83. The
12	commission shall not accept the registration of a project where
13	a county official has not signed a verified statement."
14	SECTION 4. This Act does not affect rights and duties that
15	matured, penalties that were incurred, and proceedings that were
16	begun before its effective date.
17	SECTION 5. Statutory material to be repealed is bracketed
18	and stricken. New statutory material is underscored.
19	SECTION 6. This Act shall take effect on July 1, 2021.

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Report Title:

Agricultural Lands; Land Subdivisions; Condominium Property Regime

Description:

Amends certain land subdivision and condominium property regime laws related to agricultural land, as recommended pursuant to Act 278, Session Laws of Hawaii 2019, to ensure certain condominium property regime projects within the agricultural district are used for agricultural purposes. (SD2)

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