DAVID Y. IGE GOVERNOR

June 25, 2021

EXECUTIVE CHAMBERS
HONOLULU

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty First State Legislature
State Capitol, Room 409
Honolulu, Hawaii 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty First State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 25, 2021, the following bill was signed into law:

SB186 HD1 CD1

RELATING TO RESTRICTIONS ON AGRICULTURAL USES AND ACTIVITIES ACT 094 (21)

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

## Approved by the Governor

JUN 25 2021

THE SENATE
THIRTY-FIRST LEGISLATURE, 2021
STATE OF HAWAII

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ACT 094 S.B. NO. H.D. 1 C.D. 1

# A BILL FOR AN ACT

RELATING TO RESTRICTIONS ON AGRICULTURAL USES AND ACTIVITIES.

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

1	SECTION 1. The legislature finds that subdivisions on
2	agricultural lands have significantly increased over the past
3	few decades. Homes within these subdivisions are often marketed
4	as "gentlemen estates" where wealthy individuals can purchase
5	large parcels of land on which to live and pursue farming as a
6	hobby. The rise of subdivisions has led to homeowners'
7	associations, which govern those subdivisions, imposing
8	restrictions that limit bona fide agricultural uses on
9	agricultural lands.
10	The legislature further finds that provisions restricting
11	agricultural uses on agricultural lands conflict with
12	article XI, section 3, of the Hawaii State Constitution, which
13	mandates that the State "conserve and protect agricultural
14	lands, promote diversified agriculture, increase agricultural
15	self-sufficiency and assure the availability of agriculturally
16	suitable lands." The legislature also finds that Act 170,
17	Session Laws of Hawaii 2004, exempted agricultural leases and
18	utility and access easements from the prohibition of private

# S.B. NO. H.D. 1

- 1 restrictions on agricultural uses and activities within state
- 2 agricultural districts, thus prohibiting homeowners'
- 3 associations from restricting agricultural activities on
- 4 agricultural lands. However, to avoid impairing any existing
- 5 contracts, the Act only applied to restrictions made after
- 6 July 8, 2003.
- 7 The legislature believes that some homeowners' associations
- 8 have been circumventing the law by renewing agricultural
- 9 restrictions that existed as of July 8, 2003, claiming that the
- 10 renewed terms continue to be exempt from the law despite those
- 11 agreements, by their own terms, expiring after 2003. Bona fide
- 12 farmers seeking to enforce the law have had to accept the
- 13 restriction or hire an attorney for a costly lawsuit against the
- 14 well-funded homeowners' association.
- The purpose of this Act is to clarify that renewed
- 16 contracts restricting agricultural uses and activities within
- 17 agricultural lands are considered new contracts and are
- 18 therefore voidable, subject to limited circumstances.
- 19 SECTION 2. Section 205-4.6, Hawaii Revised Statutes, is
- 20 amended by amending subsection (a) to read as follows:

1	" (a)	Agricultural uses and activities as defined in
2	sections :	205-2(d) and 205-4.5(a) on lands classified as
3	agricultu:	ral shall not be restricted by any private agreement
4	contained	in any:
5	(1)	Deed, agreement of sale, or other conveyance of land
6		recorded in the bureau of conveyances after July 8,
7		2003, that [subject such] subjects the agricultural
8		lands to any servitude, including but not limited to
9		covenants, easements, or equitable and reciprocal
10		negative servitudes; [and] provided that any private
11		agreement contained in a conveyance of land recorded
12		on or before July 8, 2003, that:
13		(A) Limits or prohibits agricultural use or activity;
14		and
15		(B) Is renewed and recorded in the bureau of
16		conveyances after July 8, 2003,
17		shall be considered a new private agreement that is
18		subject to the prohibition on agricultural use and
19		activity restrictions under this section; and

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1	(2) Condominium declaration, map, bylaws, and other
2	documents executed and submitted in accordance with
3	chapter 514B or any predecessor thereto.
4	Any [such] private restriction limiting or prohibiting
5	agricultural use or activity shall be voidable, subject to
6	special restrictions enacted by the county ordinance pursuant to
7	section 46-4; except that restrictions taken to protect
8	environmental or cultural resources, agricultural leases,
9	utility easements, and access easements shall not be subject to
10	this section."
11	SECTION 3. Statutory material to be repealed is bracketed
12	and stricken. New statutory material is underscored.

APPROVED this 25 day of JUN , 2021

This Act shall take effect upon its approval.

**GOVERNOR OF THE STATE OF HAWAII** 

SB No. 186, HD 1, CD 1

### THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 27, 2021 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2021.

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Scott K. Saiki Speaker House of Representatives

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Brian L. Takeshita Chief Clerk

House of Representatives

### THE SENATE OF THE STATE OF HAWAI'I

Date: April 27, 2021 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2021.

President of the Serate

Clerk of the Senate