## A BILL FOR AN ACT

RELATING TO THE TRANSFER OF NON-AGRICULTURAL PARK LANDS.

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

- 1 SECTION 1. The legislature finds that Act 90, Session Laws
- 2 of Hawaii 2003 (Act 90), was enacted to transfer certain non-
- 3 agricultural park lands from the department of land and natural
- 4 resources to the department of agriculture. While three hundred
- 5 parcels consisting of approximately nineteen thousand acres have
- 6 been transferred over the past seventeen years, many parcels
- 7 have not been transferred.
- 8 The legislature further finds that Act 139, Session Laws of
- 9 Hawaii 2021, established the Act 90 working group to determine
- 10 the process, status, challenges, and potential remedies
- 11 regarding the transfer of non-agricultural park lands to fulfill
- 12 the purposes of Act 90. The working group determined that
- 13 certain lands would be considered eligible for transfer if an
- 14 easement were provided to allow the department of land and
- 15 natural resources or the public to access an adjacent parcel.
- The purpose of this Act is to:

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1	( ± )	Adopt a recommendation from the Act 90 working group
2		that authorizes the department of agriculture, prior
3		to any transfer of certain qualifying non-agricultural
4		park lands, to request from the department of land and
5		natural resources any information related to the
6		establishment of necessary and reasonable easements
7		upon the lands;
8	(2)	Require the department of agriculture to accept the
9		transfer of and manage certain qualifying non-
10		agricultural park lands;
11	(3)	Require the department of agriculture, prior to
12		offering a lease, to inquire with the department of
13		land and natural resources regarding any easements
14		required for access to landlocked forest reserves or
15		other assets on the lands subject to the lease;
16	(4)	Exempt easements granted over public lands affecting
17		the transfer of public lands between the department of
18		land and natural resources and the department of
19		agriculture from formal county subdivision process and
20		approval requirements;

1	(5)	Require the lessee to develop a conservation program
2		and plan if conservation resources exist on the land;
3		and
4	(6)	Require approval from the board of land and natural
5		resources and the board of agriculture before removing
6		pasture lands for reforestation, or other public
7		purposes.
8	SECT	ION 2. Chapter 46, Hawaii Revised Statutes, is amended
9	by adding	a new section to be appropriately designated and to
10	read as f	ollows:
11	" <u>§46</u>	- Easements; formal subdivision process and
12	approval	exemption. Notwithstanding any provision of law to the
13	contrary,	the granting of easements on public lands affecting
14	the trans	fer of public lands between the department of land and
15	natural r	esources and department of agriculture shall be exempt
16	from form	al subdivision process and approval requirements,
17	including	requirements for surveying and formalizing easements.
18	The gover	nment agency that grants the easements may notify in
19	writing t	he county with jurisdiction to process and approve the
20	easements	of the government agency's intent to invoke this
21	exemption	. "

- 1 SECTION 3. Section 46-66, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "§46-66 Disposition of real property. Notwithstanding any
- 4 other law to the contrary  $[\tau]$  and except as provided in section
- 5 46-, each county, subject to the approval of the council, may
- 6 grant, sell, or otherwise dispose of any easement for particular
- 7 purposes in perpetuity by direct negotiation or otherwise,
- 8 subject to reverter to the county upon the termination or
- 9 abandonment of the specific purpose for which the easement was
- 10 granted, including easements over, under, through, and across
- 11 land bordering the ocean and easements for any governmental or
- 12 public utility purpose or for chilled water and seawater
- 13 distribution systems for renewable energy seawater air
- 14 conditioning district cooling systems."
- 15 SECTION 4. Section 166E-1, Hawaii Revised Statutes, is
- 16 amended to read as follows:
- "[+] \$166E-1[+] Legislative findings. The legislature
- 18 finds that article XI, section 10, of the [state constitution]
- 19 Hawaii State Constitution establishes that "the public lands
- 20 shall be used for the development of farm and [homeownership]

- 1 home ownership on as widespread a basis as possible, in
- 2 accordance with procedures and limitations prescribed by law".
- 3 Therefore, the legislature finds that certain public lands
- 4 classified for agricultural use, including all lands designated
- 5 as intensive agricultural use, special livestock use, and
- 6 pasture use under section 171-10(1), (2), and (3), by the
- 7 department of land and natural resources should be transferred
- 8 to the department of agriculture [, with the approval of the
- 9 board of land and natural resources and the board of
- 10 agriculture, for purposes and in a manner consistent with
- 11 article XI, section 10, of the [state constitution.] Hawaii
- 12 State Constitution.
- The purpose of this chapter is to ensure the long-term
- 14 productive use of public lands leased or available to be leased
- 15 by the department of land and natural resources for agricultural
- 16 purposes, including pasture use, by allowing these lands to be
- 17 transferred to and managed by the department of agriculture."
- 18 SECTION 5. Section 166E-3, Hawaii Revised Statutes, is
- 19 amended to read as follows:
- 20 "§166E-3 Transfer and management of non-agricultural park
- 21 lands and related facilities to the department of agriculture.

1	(a) Upo	n [mutual agreement and] approval of the board [and the
2	board of	-land-and-natural-resources]:
3	(1)	The department $[may]$ shall accept the transfer of and
4		manage certain qualifying non-agricultural park
5		lands[+], subject to the suitability of the land for
6		agricultural activities and use as determined by the
7		board; and
8	(2)	Certain assets, including position counts, related to
9		the management of existing encumbered and unencumbered
10		non-agricultural park lands and related facilities
11		shall be transferred to the department $[\div]$ :
12	provided	that designated conservation lands not in current
13	agricult	ural use shall remain under the jurisdiction of the
14	departme	nt of land and natural resources.
15	(b)	The department shall administer a program to manage
16	the tran	sferred non-agricultural park lands under rules adopted
17	by the b	oard pursuant to chapter 91. The program and its rules
18	shall be	separate and distinct from the agricultural park
19	program	and its rules. Non-agricultural park lands are not the
20	same as,	and shall not be selected or managed as [are], lands

under agricultural park leases. Prior to offering a lease, the

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- 1 department shall inquire with the department of land and natural
- 2 resources regarding any easements required by the department of
- 3 land and natural resources to access landlocked forest reserves
- 4 or other assets of the department of land and natural resources
- 5 on the lands subject to the lease. A lease issued under this
- 6 section shall be subject to any easement or right of entry
- 7 established to allow access for conservation activities,
- 8 hunting, gathering, and recreation. The lessee shall cooperate
- 9 with the rules and regulations of the appropriate soil and water
- 10 conservation district and department in implementing
- 11 conservation programs and initiatives. Lessees shall at all
- 12 times practice good husbandry. If conservation resources in
- 13 need of preservation or protection are identified by the
- 14 department on the lands subject to the lease, the lessee shall
- 15 develop a conservation program and a plan to address those
- 16 concerns. The conservation program shall be run in accordance
- 17 with a conservation plan, which shall be submitted to the
- 18 chairperson of the board for acceptance within one year
- 19 following lease commencement. The conservation plan shall
- 20 include land clearing practices, cropping systems, irrigation
- 21 systems, drainage, noxious weed control, and other practices and

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1	systems needed to protect the land against deterioration and to
2	prevent environmental degradation; provided that this
3	requirement shall be waived for leases with little or no
4	apparent conservation problems when verified by the appropriate
5	soil and water conservation district. In the event the
6	activities of the lessee under this section shall be found to be
7	unsatisfactory to the department, the department shall notify
8	the lessee and the lessee shall remedy any issue and submit
9	satisfactory proof to the department within sixty days of
10	receiving notice from the department. Notwithstanding any other
11	law to the contrary, the program shall include the following
12	conditions pertaining to encumbered non-agricultural park lands:
13	(1) The lessee or permittee shall perform in full
14	compliance with the existing lease or permit;
15	(2) The lessee or permittee shall not be in arrears in the
16	payment of taxes, rents, or other obligations owed to
17	the State or any county;
18	(3) The lessee's or permittee's agricultural operation
19	shall be economically viable as specified by the
20	board; and

1	(4) No encumbered or unencumbered non-agricultural park
2	lands with soils classified by the land study bureau's
3	detailed land classification as overall (master)
4	productivity rating class A or B shall be transferred
5	for the use or development of golf courses, golf
6	driving ranges, and country clubs.
7	The transfer of non-agricultural park lands shall be done in a
8	manner to be determined by the board of agriculture.
9	(c) For any encumbered or unencumbered non-agricultural
10	park lands transferred to the department that are not being
11	utilized or required for the public purpose stated, the order
12	setting aside the lands shall be withdrawn and the lands shall
13	be returned to the department of land and natural resources.
14	(d) Before any transfer of certain qualifying non-
15	agricultural park lands, the department may request from the
16	department of land and natural resources any information related
17	to the establishment of necessary and reasonable easements upon
18	the lands.
19	(e) The department of land and natural resources shall
20	seek approval from the board of land and natural resources and

the board prior to the removal of any land designated for

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- 1 pasture leases for reforestation or other public purposes. If
- 2 withdrawal is approved by both boards, adequate notice of not
- 3 less than one year shall be provided to the then-current lessee
- 4 or permittee.
- 5 (f) Removal of any land pursuant to subsection (e) shall
- 6 be subject to the prior approval by the board of land and
- 7 natural resources of a feasible and funded action plan submitted
- 8 by the division of forestry and wildlife for reforestation or
- 9 other conservation purposes on current pasture lease lands."
- 10 SECTION 6. This Act does not affect rights and duties that
- 11 matured, penalties that were incurred, and proceedings that were
- 12 begun before its effective date.
- 13 SECTION 7. Statutory material to be repealed is bracketed
- 14 and stricken. New statutory material is underscored.
- 15 SECTION 8. This Act shall take effect on July 1, 2050.

#### Report Title:

HDOA; DLNR; Non-agricultural Park Lands; Transfer; Easements

## Description:

Exempts easements granted over public lands affecting the transfer of public lands between the Department of Land and Natural Resources and the Department of Agriculture from formal county subdivision process and approval requirements. Before the transfer of non-agricultural park lands, authorizes the Department of Agriculture to request information from the Department of Land and Natural Resources related to the establishment of necessary and reasonable easements upon the lands. Amends legislative findings regarding non-agricultural park lands. Requires the Department of Agriculture to accept the transfer of and manage certain qualifying non-agricultural park lands. Requires the Department of Agriculture, prior to offering a lease, to inquire with the Department of Land and Natural Resources regarding any easements required for access to landlocked forest reserves or other assets on the lands subject to the lease. Requires the lessee to develop a conservation program and plan if conservation resources exist on the land. Requires approval from the Board of Land and Natural Resources and the Board of Agriculture before removing pasture lands for reforestation, or other public purposes. Effective 7/1/2050. (SD2)

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