A BILL FOR AN ACT

RELATING TO THE PULEHUNUI COMMUNITY DEVELOPMENT DISTRICT.

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

- 1 SECTION 1. The legislature finds that public lands in
- 2 Pulehunui, Maui, are underutilized. Redeveloping, renovating,
- 3 or improving these public lands to provide suitable
- 4 recreational, residential, educational, industrial,
- 5 governmental, and commercial areas where the public can live,
- 6 congregate, recreate, attend schools, and shop as part of a
- 7 thoughtfully integrated experience is in the best interest of
- 8 the State.
- 9 The purpose of this Act is to establish the Pulehunui
- 10 community development district.
- 11 SECTION 2. Chapter 206E, Hawaii Revised Statutes, is
- 12 amended by adding a new part to be appropriately designated and
- 13 to read as follows:
- 14 "PART . PULEHUNUI COMMUNITY DEVELOPMENT DISTRICT
- 15 §206E- Definitions. As used in this part:
- 16 "District" means the Pulehunui community development
- 17 district.



H.B. NO. **(827**)

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         "Fund" means the Pulehunui community development special
2
    fund.
3
         §206E-
                    District established; boundaries. (a) The
4
    Pulehunui community development district is hereby established
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    under the authority.
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              The authority shall serve as the local redevelopment
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    agency for the district.
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         (c) The district shall comprise the following
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    properties:
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         (1) TMK 2-3-8-008-001;
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         (2) TMK 2-3-8-008-007;
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         (3) TMK 2-3-8-008-037; and
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         (4) TMK 2-3-8-008-038.
14
         $206E-
                    Development policies. The following development
15
    policies shall guide the authority in the district:
16
         (1) Archaeological, historical, and cultural sites shall
17
              be preserved and protected in accordance with
18
              chapter 6E;
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         (2)
              Endangered species of flora and fauna shall be
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              preserved to the extent required by law;
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1	(3)	Land use and development activities within the
2		district shall be coordinated with and, to the extent
3		possible, complement existing county and state
4		policies, plans, and programs affecting the district;
5		and
6	(4)	Public facilities within the district shall be
7		planned, located, and developed to support the
8		development policies established by this part and any
9		rules adopted pursuant to this part.
10	§206	E- Financial aid from the federal government;
11	contracts	with the federal government. (a) the authority may
12	secure fir	nancial aid from the federal government for any
13	planning,	design, development, construction, and maintenance
14	work that	the authority is authorized to undertake.
15	(b)	In addition, and supplemental to the powers granted to
16	the author	rity under section 206E-4, the authority may:
17	(1)	Borrow moneys or accept grants from the federal
18		government in aid of or for any development project
19		the authority is authorized to undertake pursuant to
20		this part;

1	(2)	Issue bonds or other evidence of indebtedness and
2		pledge revenues and other assets as security for
3		indebtedness incurred pursuant to this part;
4	(3)	Repay any indebtedness, including any interest
5		incurred thereon by the authority pursuant to this
6		part;
7	(4)	Procure insurance or loan guarantees from the federal
8		government for the payment of any debts or parts
9		thereof secured by mortgages made by or held by the
10		authority;
11	(5)	Execute contracts with the federal government in
12		accordance with this part; and
13	(6)	Comply with terms and conditions required by the
14		federal government in any contract or grant for
15		federal assistance.
16	(c)	It is the purpose and intent of this section to
17	authorize	the authority to do all things necessary to secure the
18	cooperation	on of and financial aid from the federal government for
19	any plann:	ing, design, development, construction, and maintenance

work that the authority is authorized to undertake pursuant to

this part.

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1	§206	E- Pulehunui community development district special
2	fund. (a) There is established in the state treasury the
3	Pulehunui	community development special fund into which shall be
4	deposited	:
5	(1)	All revenues, income, and receipts of the authority
6		for the district;
7	(2)	Moneys directed, allocated, or disbursed to the
8		district from government agencies or private
9		individuals or organizations, including grants, gifts,
10		awards, donations, and assessments of landowners, for
11		costs to administer and operate the district; and
12	(3)	Moneys appropriated to the fund by the legislature.
13	(b)	Moneys in the fund shall be used only for the purposes
14	of this p	art.
15	(c)	Investment earnings credited to the assets of the fund
16	shall bec	ome assets of the fund.
17	§206	E- Annual comprehensive report. No less than
18	twenty da	ys prior to the convening of each regular session, the
19	authority	shall submit to the legislature an annual
20	comprehen	sive report on the progress of development within the

district.

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         $206E-
                    Rules; adoption. The authority may adopt rules
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    in accordance with chapter 91 to carry out the purposes of this
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    part."
4
         SECTION 2. Section 206E-3, Hawaii Revised Statutes, is
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    amended by amending subsection (b) to read as follows:
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         "(b) The authority shall consist of the director of
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    finance or the director's designee; the director of
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    transportation or the director's designee; the director of
9
    business, economic development, and tourism or the director's
10
    designee; the director of planning and permitting of each county
11
    in which a community development district is located or the
12
    director's designee; a cultural specialist; [an at large
13
    member; ] an at-large member nominated by the [senate]
14
    president[+] of the senate; an at-large member nominated by the
15
    speaker of the house[; three] of representatives; two
16
    representatives of the Heeia community development district,
17
    comprising [two residents] one resident of that district or the
    Koolaupoko district, which consists of sections 1 through 9 of
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19
    zone 4 of the first tax map key division, and one owner of a
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    small business or one officer or director of a nonprofit
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    organization in the Heeia community development district or
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1 Koolaupoko district[, nominated by the county council of the 2 county in which the Heeia community development district is 3 located; three]; two representatives of the Kalaeloa community 4 development district, comprising [two residents] one resident 5 of the Ewa zone (zone 9, sections 1 through 2) or the Waianae 6 zone (zone 8, sections 1 through 9) of the first tax map key 7 division, and one owner of a small business or one officer or 8 director of a nonprofit organization in the Ewa or Waianae 9 zone[, nominated by the county council of the county in which 10 the Kalaeloa community development district is located; three] 11 two representatives of the Kakaako community development 12 district, comprising two residents of the district and one owner 13 of a small business or one officer or director of a nonprofit 14 organization in the district[, nominated by the county council 15 of the county in which the Kakaako community development 16 district is located; the director of planning and permitting of 17 each county in which a community development district is located 18 or the director's designee, who shall serve in an ex-officio, 19 nonvoting capacity; and the chairperson of the Hawaiian homes 20 commission or the chairperson's designee, who shall serve in an 21 ex officio, nonvoting capacity.] two representatives of the

- 1 Pulehunui community development district, consisting of one
- 2 resident of the island of Maui and one owner of a small business
- 3 or one officer or director of a nonprofit organization on the
- 4 island of Maui.
- 5 All members except the director of finance[7]; director of
- 6 transportation[-]; director of business, economic development,
- 7 and tourism; and county directors of planning and permitting[-
- 8 and chairperson of the Hawaiian homes commission] or their
- 9 designees shall be appointed by the governor pursuant to
- 10 section 26-34. The two at-large members nominated by the
- 11 [senate] president of the senate and speaker of the house [and
- 12 the nine representatives of the respective community development
- 13 districts of representatives shall each be appointed by the
- 14 governor from a list of three nominees submitted for each
- 15 position by the nominating authority specified in this
- 16 subsection. The president of the senate and the speaker of the
- 17 house of representatives shall each submit a list of six
- 18 nominees for each district to the governor to fill the two
- 19 district representative positions on each community development
- 20 district. Of the two nominees for each community development
- 21 district, one nominee shall meet the district residency



1	requirement and one nominee shall meet the district small			
2	business owner or nonprofit organization officer or director			
3	requirement. For each community development district, the			
4	governor shall appoint one member from a list of nominees			
5	submitted by the president of the senate, and one member from a			
6	list of nominees submitted by the speaker of the house of			
7	representatives.			
8	The authority shall be organized and shall exercise			
9	jurisdiction as follows:			
10	(1) For matters affecting the Heeia community development			
11	district, the following members shall be considered in			
12	determining quorum and majority and shall be eligible			
13	to vote:			
14	(A) The director of finance or the director's			
15	designee;			
16	(B) The director of transportation or the director's			
17	designee;			
18	(C) The director of business, economic development,			
19	and tourism or the director's designee;			

1		(D) The director of planning and permitting for the
2		county in which the Heeia community development
3		district is located or the director's designee;
4		$\left[\frac{(C)}{(E)}\right]$ (E) The cultural specialist;
5		$[\frac{(D)}{(F)}]$ The $[\frac{three}{}]$ two at-large members; and
6		$[\frac{(E)}{(G)}]$ The $[\frac{three}{}]$ two representatives of the Heeia
7		community development district;
8		[provided that the director of planning and permitting
9		of the relevant county or the director's designee
10		shall participate in these matters as an ex officio,
11		nonvoting member and shall not be considered in
12		determining quorum and majority;
13	(2)	For matters affecting the Kalaeloa community
14		development district, the following members shall be
15		considered in determining quorum and majority and
16		shall be eligible to vote:
17		(A) The director of finance or the director's
18		designee;
19		(B) The director of transportation or the director's
20		designee;

1	<u>(C)</u>	The director of business, economic development,
2		and tourism or the director's designee;
3	<u>(D)</u>	The director of planning and permitting for the
4		county in which the Kalaeloa community
5		development district is located or the director's
6		designee;
7	[(C)]	(E) The cultural specialist;
8	[(D)]	(F) The [three] two at-large members; and
9	[(E)]	(G) The [three] two representatives of the
10		Kalaeloa community development district;
11	[pro	vided that the director of planning and permitting
12	of t	he relevant county and the chairperson of the
13	Hawa	iian homes commission, or their respective
14	desi	gnees, shall participate in these matters as ex
15	offi	cio, nonvoting members and shall not be considered
16	in d	etermining quorum and majority;]
17	(3) For	matters affecting the Kakaako community
18	deve	lopment district, the following members shall be
19	cons	idered in determining quorum and majority and
20	shal	l be eligible to vote:

1	(.	A) The	director of finance or the director's
2		des	signee;
3	(B) The	e director of transportation or the director's
4		des	signee;
5	_(C) The	e director of business, economic development,
6		and	l tourism or the director's designee;
7	_(:	D) The	e director of planning and permitting for the
8		cou	nty in which the Kakaako community development
9		dis	trict is located or the director's designee;
10	[+	C)] <u>(E)</u>	The cultural specialist;
11	[-	D)] <u>(F)</u>	The three at-large members; and
12	[+	E)] <u>(G)</u>	The three representatives of the Kakaako
13		com	munity development district;
14]	provide	ed that the director of planning and permitting
15	0	f the r	relevant county or the director's designee
16	S	hall pa	erticipate in these matters as an ex officio,
17	n	onvotin	ng member and shall not be considered in
18	d	etermin	ing quorum and majority.] and
19	<u>(4)</u> <u>F</u>	or matt	ers affecting the Pulehunui community
20	đ	.evelopm	ment district, the following members shall be

1	cons	idered in determining quorum and majority and	
2	<u>s</u> hal	l be eligible to vote:	
3	(A)	The director of finance or the director's	
4		designee;	
5	<u>(B)</u>	The director of transportation or the director's	
6		designee;	
7	<u>(C)</u>	The director of business, economic development,	
8		and tourism or the director's designee;	
9	<u>(D)</u>	The director of planning and permitting for the	
10		county in which the Pulehunui community	
11		development district is located or the director's	
12		designee;	
13	<u>(E)</u>	The cultural specialist;	
14	<u>(F)</u>	The two at-large members; and	
15	<u>(G)</u>	The two representatives of the Pulehunui	
16		community development district.	
17	[In the e	$\frac{\text{vent of}}{\text{of}}$ If a vacancy[$\frac{1}{2}$] occurs, a member shall be	
18	appointed to f	ill the vacancy in the same manner as the original	
19	appointment within thirty days of the vacancy or within ten days		
20	of the senate's rejection of a previous appointment, as		
21	applicable.		

1 The terms of the director of finance[7]; director of 2 transportation[7]; director of business, economic development, 3 and tourism; and county directors of planning and permitting[-4 and chairperson of the Hawaiian homes commission] or their respective designees shall run concurrently with each official's 5 6 term of office. The terms of the appointed voting members shall 7 be for four years, commencing on July 1 and expiring on June 30; 8 provided that the initial terms of all voting members initially 9 appointed pursuant to Act 61, Session Laws of Hawaii 2014, shall 10 commence on March 1, 2015. The governor shall provide for 11 staggered terms of the initially appointed voting members so 12 that the initial terms of four members selected by lot shall be 13 for two years, the initial terms of four members selected by lot 14 shall be for three years, and the initial terms of the remaining 15 five members shall be for four years. 16 The governor may remove or suspend for cause any member 17 after due notice and public hearing. 18 Notwithstanding section 92-15, a majority of all eligible 19 voting members as specified in this subsection shall constitute 20 a quorum to do business, and the concurrence of a majority of

all eligible voting members as specified in this subsection

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- 1 shall be necessary to make any action of the authority valid.
- 2 All members shall continue in office until their respective
- 3 successors have been appointed and qualified. Except as herein
- 4 provided, no member appointed under this subsection shall be an
- 5 officer or employee of the State or its political subdivisions.
- 6 For purposes of this section, "small business" means a
- 7 business [which] that is independently owned and which is not
- 8 dominant in its field of operation."
- 9 SECTION 3. Statutory material to be repealed is bracketed
- 10 and stricken. New statutory material is underscored.
- 11 SECTION 4. This Act shall take effect upon its approval.

12

INTRODUCED BY:

IAN 2 1 2022

Report Title:

HCDA; Pulehunui Community Development District; Community Development District Authority Boards

Description:

Establishes the Pulehunui community development district. Establishes community development district authority boards for each community development district. Amends the membership and reassigns certain duties of the Hawaii Community Development Authority to the community development district authority boards.

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