

### A BILL FOR AN ACT

RELATING TO THE ENVIRONMENT.

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

- 1 SECTION 1. The legislature finds that allowing composting
- 2 in agricultural districts will facilitate production of local
- 3 organic material that farmers can use to improve soil health,
- 4 increase drought resistance, and reduce the need for
- 5 supplemental water and fertilizers while also increasing crop
- 6 yields. The legislature further finds that composting is
- 7 currently not a permissible activity in agricultural districts,
- 8 which is a barrier for composting entities who seek to establish
- 9 operations in the districts from obtaining the necessary
- 10 permits.
- 11 The legislature further finds that increased composting,
- 12 including composting of food waste, will also divert materials
- 13 from landfills, which are rapidly reaching capacity and facing
- 14 the burden of closure and re-siting, a process that will cost
- 15 each county hundreds of millions of dollars and create community
- 16 resentment. Increased composting will also move the State

1	closer to	achieving its sustainability and resiliency goals,
2	which inc	lude:
3	(1)	The Aloha+ Challenge, which is a statewide commitment
4		to realize the United Nations' Sustainable Development
5		Goals, including the goals of seventy per cent waste
6		reduction before disposal and doubling of local food
7		production by 2030;
8	(2)	The Hawaii 2050 sustainability plan, which also sets a
9		mandate for the State to achieve full sustainability
10		and resilience through increased food production and
11		dramatic waste reduction via recycling and
12		bioconversion strategies; and
13	(3)	Increasing the generation of local compost to
14		sequester more carbon and mitigate climate change
15		pursuant to the strategy identified by the greenhouse
16		gas sequestration task force permanently established
17		by Act 15, Session Laws of Hawaii 2018, codified as
18		section 225P-4, Hawaii Revised Statutes.
19	The	legislature additionally finds that there is a single
20	general p	ermit for all prospective food waste composters that is

designed to handle all potential applicants ranging from small-

21

- 1 to large-scale operations. Potential small-scale food waste
- 2 composters have indicated that the application process is too
- 3 daunting, deterring them from applying. As a result, the State
- 4 has lost a valuable opportunity to reduce the amount of waste
- 5 that enters landfills, create economic benefits for composters,
- 6 and increase the supply of local organic soil enhancers for
- 7 Hawaii's agricultural and horticultural industries.
- 8 The legislature finds that the solid and hazardous waste
- 9 branch of the department of health had intended to develop an
- 10 additional, simplified application process for its general
- 11 permit targeting small-scale composters of green waste and food
- 12 waste to encourage more small-scale composters to apply for
- 13 permits. The simplified process would have increased the
- 14 workload on the solid and hazardous waste branch to provide
- 15 education to prospective applicants, process applications,
- 16 conduct site inspections, and respond to complaints. However,
- 17 an environmental health specialist position dedicated to these
- 18 types of solid waste facilities was eliminated and the
- 19 responsibilities of that position were absorbed by other
- 20 positions, leaving the solid and hazardous waste branch unable

1	to expand	services to include the simplified general permit
2	applicati	on process for small-scale composters.
3	The j	purpose of this Act is to:
4	(1)	Encourage the production of local compost and the
5		diversion of certain materials from the State's waste
6		streams by allowing composting and co-composting
7		operations in agricultural districts; and
8	(2)	Restore an environmental specialist IV position to the
9		solid and hazardous waste branch of the department of
10		health.
11	SECT	ION 2. Section 205-2, Hawaii Revised Statutes, is
12	amended by	y amending subsection (d) to read as follows:
13	"(d)	Agricultural districts shall include:
14	(1)	Activities or uses as characterized by the cultivation
15		of crops, crops for bioenergy, orchards, forage, and
16		forestry;
17	(2)	Farming activities or uses related to animal husbandry
18		and game and fish propagation;
19	(3)	Aquaculture, which means the production of aquatic
20		plant and animal life within ponds and other bodies of

water;

21

1	(4)	Wind-generated energy production for public, private,
2		and commercial use;
3	(5)	Biofuel production, as described in section
4		205-4.5(a)(16), for public, private, and commercial
5		use;
6	(6)	Solar energy facilities; provided that:
7		(A) This paragraph shall apply only to land with soil
8		classified by the land study bureau's detailed
9		land classification as overall (master)
10		productivity rating class B, C, D, or E; and
11		(B) Solar energy facilities placed within land with
12		soil classified as overall productivity rating
13		class B or C shall not occupy more than ten per
14		cent of the acreage of the parcel, or twenty
15		acres of land, whichever is lesser, unless a
16		special use permit is granted pursuant to section
17		205-6;
18	(7)	Bona fide agricultural services and uses that support
19		the agricultural activities of the fee or leasehold
20		owner of the property and accessory to any of the
21		above activities, regardless of whether conducted on

1		the same premises as the agricultural activities to
2		which they are accessory, including farm dwellings as
3		defined in section 205-4.5(a)(4), employee housing,
4		farm buildings, mills, storage facilities, processing
5		facilities, photovoltaic, biogas, and other small-
6		scale renewable energy systems producing energy solely
7		for use in the agricultural activities of the fee or
8		leasehold owner of the property, agricultural-energy
9		facilities as defined in section 205-4.5(a)(17),
10		vehicle and equipment storage areas, and plantation
11		community subdivisions as defined in section
12		205-4.5(a)(12);
13	(8)	Wind machines and wind farms;
14	(9)	Small-scale meteorological, air quality, noise, and
15		other scientific and environmental data collection and
16		monitoring facilities occupying less than one-half
17		acre of land; provided that these facilities shall not
18		be used as or equipped for use as living quarters or
19		dwellings;
20	(10)	Agricultural parks;

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

as defined in section 165-2;

21

1	(13)	Open	area recreational facilities;
2	(14)	Geot	hermal resources exploration and geothermal
3		resc	ources development, as defined under section 182-1;
4	(15)	Agri	cultural-based commercial operations registered in
5		Hawa	ii, including:
6		(A)	A roadside stand that is not an enclosed
7			structure, owned and operated by a producer for
8			the display and sale of agricultural products
9			grown in Hawaii and value-added products that
10			were produced using agricultural products grown
11			in Hawaii;
12		(B)	Retail activities in an enclosed structure owned
13			and operated by a producer for the display and
14			sale of agricultural products grown in Hawaii,
15			value-added products that were produced using
16			agricultural products grown in Hawaii, logo items
17			related to the producer's agricultural
18			operations, and other food items;
19		(C)	A retail food establishment owned and operated by
20			a producer and permitted under chapter 11-50,
21			Hawaii administrative rules, that prepares and

1	serves food at retail using products grown in
2	Hawaii and value-added products that were
3	produced using agricultural products grown in
4	Hawaii;
5	(D) A farmers' market, which is an outdoor market
6	limited to producers selling agricultural
7	products grown in Hawaii and value-added products
8	that were produced using agricultural products
9	grown in Hawaii; and
10	(E) A food hub, which is a facility that may contain
11	a commercial kitchen and provides for the
12	storage, processing, distribution, and sale of
13	agricultural products grown in Hawaii and value-
14	added products that were produced using
15	agricultural products grown in Hawaii.
16	The owner of an agricultural-based commercial
17	operation shall certify, upon request of an officer or
18	agent charged with enforcement of this chapter under
19	section 205-12, that the agricultural products
20	displayed or sold by the operation meet the
21	requirements of this paragraph; [and]

1 Hydroelectric facilities as described in section (16)2 205-4.5(a)(23)[-]; and 3 (17)Composting and co-composting operations. 4 Agricultural districts shall not include golf courses and golf 5 driving ranges, except as provided in section 205-4.5(d). 6 Agricultural districts include areas that are not used for, or 7 that are not suited to, agricultural and ancillary activities by 8 reason of topography, soils, and other related characteristics." 9 SECTION 3. Section 205-4.5, Hawaii Revised Statutes, is 10 amended by amending subsection (a) to read as follows: 11 "(a) Within the agricultural district, all lands with soil 12 classified by the land study bureau's detailed land 13 classification as overall (master) productivity rating class A 14 or B and for solar energy facilities, class B or C, shall be 15 restricted to the following permitted uses: 16 (1) Cultivation of crops, including crops for bioenergy, 17 flowers, vegetables, foliage, fruits, forage, and 18 timber;

(2) Game and fish propagation;

19

1	(3)	Raising of livestock, including poultry, bees, fish,
2		or other animal or aquatic life that are propagated
3		for economic or personal use;

- (4) Farm dwellings, employee housing, farm buildings, or activities or uses related to farming and animal husbandry. "Farm dwelling", as used in this paragraph, means a single-family dwelling located on and accessory to a farm, including clusters of single-family farm dwellings permitted within agricultural parks developed by the State, or where agricultural activity provides income to the family occupying the dwelling;
- (5) Public institutions and buildings that are necessary for agricultural practices;
- (6) Public and private open area types of recreational uses, including day camps, picnic grounds, parks, and riding stables, but not including dragstrips, airports, drive-in theaters, golf courses, golf driving ranges, country clubs, and overnight camps;
- (7) Public, private, and quasi-public utility lines and roadways, transformer stations, communications

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



1	(12)	Plantation community subdivisions, which as used in
2		this chapter means an established subdivision or
3		cluster of employee housing, community buildings, and
4		agricultural support buildings on land currently or
5		formerly owned, leased, or operated by a sugar or
6		pineapple plantation; provided that the existing
7		structures may be used or rehabilitated for use, and
8		new employee housing and agricultural support
9		buildings may be allowed on land within the
10		subdivision as follows:
11		(A) The employee housing is occupied by employees or
12		former employees of the plantation who have a
13		property interest in the land;
14		(B) The employee housing units not owned by their
15		occupants shall be rented or leased at affordable
16		rates for agricultural workers; or
17		(C) The agricultural support buildings shall be
18		rented or leased to agricultural business
19		operators or agricultural support services;
20	(13)	Agricultural tourism conducted on a working farm, or a
21		farming operation as defined in section 165-2, for the

1		enjoyment, education, or involvement of visitors;
2		provided that the agricultural tourism activity is
3		accessory and secondary to the principal agricultural
4		use and does not interfere with surrounding farm
5		operations; and provided further that this paragraph
6		shall apply only to a county that has adopted
7		ordinances regulating agricultural tourism under
8		section 205-5;
9	(14)	Agricultural tourism activities, including overnight
10		accommodations of twenty-one days or less, for any one
11		stay within a county; provided that this paragraph
12		shall apply only to a county that includes at least
13		three islands and has adopted ordinances regulating
14		agricultural tourism activities pursuant to section
15		205-5; provided further that the agricultural tourism
16		activities coexist with a bona fide agricultural
17		activity. For the purposes of this paragraph, "bona
18		fide agricultural activity" means a farming operation
19		as defined in section 165-2;
20	(15)	Wind energy facilities, including the appurtenances
21		associated with the production and transmission of

1		wind generated energy; provided that the wind energy
2		facilities and appurtenances are compatible with
3		agriculture uses and cause minimal adverse impact on
4		agricultural land;
5	(16)	Biofuel processing facilities, including the
6		appurtenances associated with the production and
7		refining of biofuels that is normally considered
8		directly accessory and secondary to the growing of the
9		energy feedstock; provided that biofuel processing
10		facilities and appurtenances do not adversely impact
11		agricultural land and other agricultural uses in the
12		vicinity.
13		For the purposes of this paragraph:
14		"Appurtenances" means operational infrastructure
15		of the appropriate type and scale for economic
16		commercial storage and distribution, and other similar
17		handling of feedstock, fuels, and other products of
18		biofuel processing facilities.
19		"Biofuel processing facility" means a facility
20		that produces liquid or gaseous fuels from organic
21		sources such as biomass crops, agricultural residues,

1		and oil crops, including palm, canola, soybean, and
2		waste cooking oils; grease; food wastes; and animal
3		residues and wastes that can be used to generate
4		energy;
5	(17)	Agricultural-energy facilities, including
6		appurtenances necessary for an agricultural-energy
7		enterprise; provided that the primary activity of the
8		agricultural-energy enterprise is agricultural
9		activity. To be considered the primary activity of an
10		agricultural-energy enterprise, the total acreage
11		devoted to agricultural activity shall be not less
12		than ninety per cent of the total acreage of the
13		agricultural-energy enterprise. The agricultural-
14		energy facility shall be limited to lands owned,
15		leased, licensed, or operated by the entity conducting
16		the agricultural activity.
17		As used in this paragraph:
18		"Agricultural activity" means any activity
19		described in paragraphs (1) to (3) of this subsection.
20		"Agricultural-energy enterprise" means an
21		enterprise that integrally incorporates an



1

11

12

13

14

15

16

17

18

19

20

21

#### H.B. NO. 1992

2	facility.
3	"Agricultural-energy facility" means a facility
4	that generates, stores, or distributes renewable
5	energy as defined in section 269-91 or renewable fuel
6	including electrical or thermal energy or liquid or
7	gaseous fuels from products of agricultural activities
8	from agricultural lands located in the State.
9	"Appurtenances" means operational infrastructure
10	of the appropriate type and scale for the economic

agricultural activity with an agricultural-energy

energy facilities;

(18) Construction and operation of wireless communication

commercial generation, storage, distribution, and

other similar handling of energy, including equipment,

feedstock, fuels, and other products of agricultural-

(18) Construction and operation of wireless communication antennas, including small wireless facilities; provided that, for the purposes of this paragraph, "wireless communication antenna" means communications equipment that is either freestanding or placed upon or attached to an already existing structure and that transmits and receives electromagnetic radio signals

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

1	(20)	Solar energy lacificies that do not occupy more than
2		ten per cent of the acreage of the parcel, or twenty
3		acres of land, whichever is lesser or for which a
4		special use permit is granted pursuant to section
5		205-6; provided that this use shall not be permitted
6		on lands with soil classified by the land study
7		bureau's detailed land classification as overall
8		(master) productivity rating class A;
9	(21)	Solar energy facilities on lands with soil classified
10		by the land study bureau's detailed land
11		classification as overall (master) productivity rating
12		B or C for which a special use permit is granted
13		pursuant to section 205-6; provided that:
14		(A) The area occupied by the solar energy facilities
15		is also made available for compatible
16		agricultural activities at a lease rate that is
17		at least fifty per cent below the fair market
18		rent for comparable properties;
19		(B) Proof of financial security to decommission the
20		facility is provided to the satisfaction of the
21		appropriate county planning commission prior to

1		date of commencement of commercial generation;
2		and
3		(C) Solar energy facilities shall be decommissioned
4		at the owner's expense according to the following
5		requirements:
6		(i) Removal of all equipment related to the
7		solar energy facility within twelve months
8		of the conclusion of operation or useful
9		life; and
10		(ii) Restoration of the disturbed earth to
11		substantially the same physical condition as
12		existed prior to the development of the
13		solar energy facility.
14		For the purposes of this paragraph, "agricultural
15		activities" means the activities described in
16		paragraphs (1) to (3);
17	(22)	Geothermal resources exploration and geothermal
18		resources development, as defined under section 182-1;
19		[ <del>or</del> ]
20	(23)	Hydroelectric facilities, including the appurtenances
21		associated with the production and transmission of

1	hydroelectric energy, subject to section 205-2;
2	provided that the hydroelectric facilities and their
3	appurtenances:
4	(A) Shall consist of a small hydropower facility as
5	defined by the United States Department of
6	Energy, including:
7	(i) Impoundment facilities using a dam to store
8	water in a reservoir;
9	(ii) A diversion or run-of-river facility that
10	channels a portion of a river through a
11	canal or channel; and
12	(iii) Pumped storage facilities that store energy
13	by pumping water uphill to a reservoir at
14	higher elevation from a reservoir at a lower
15	elevation to be released to turn a turbine
16	to generate electricity;
17	(B) Comply with the state water code, chapter 174C;
18	(C) Shall, if over five hundred kilowatts in
19	hydroelectric generating capacity, have the
20	approval of the commission on water resource
21	management, including a new instream flow

1		standard established for any new hydroelectric
2		facility; and
3	(D)	Do not impact or impede the use of agricultural
4		land or the availability of surface or ground
5		water for all uses on all parcels that are served
6		by the ground water sources or streams for which
7		hydroelectric facilities are considered[+]; or
8	(24) <u>Notw</u>	ithstanding any other law to the contrary,
9	comp	osting and co-composting operations."
10	SECTION 4	. There is appropriated out of the general
11	revenues of th	e State of Hawaii the sum of \$55,200 or so much
12	thereof as may	be necessary for fiscal year 2022-2023 for an
13	environmental	specialist IV position for the solid and hazardous
14	waste branch o	f the department of health.
15	The sum a	ppropriated shall be expended by the department of
16	health for the	purposes of this Act.
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, 2022.
20		1. h ×
		INTRODUCED BY: him Muto
		JAN 2 4 2022

2022-0201 HB HMSO-1

#### Report Title:

Composting; Co-composting; Agricultural Districts; Permitted Uses; Environmental Health Specialist IV; Appropriation

#### Description:

Permits composting and co-composting operations in agricultural districts. Appropriates funds to restore an environmental health specialist IV position to the solid and hazardous waste branch of the department of health.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.