# A BILL FOR AN ACT

RELATING TO THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY.

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

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



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1 \$206E-District established; boundaries. (a) 2 Pulehunui community development district is hereby established 3 under the authority. The authority shall serve as the local redevelopment 4 5 agency for the district. 6 (c) The district shall comprise the following properties: 7 (1)TMK 2-3-8-008-001; 8 (2) TMK 2-3-8-008-007; 9 (3) TMK 2-3-8-008-037; and 10 (4) TMK 2-3-8-008-038. 11 §206E-Development policies. The following development 12 policies shall guide the authority in the district: 13 (1)Archaeological, historical, and cultural sites shall 14 be preserved and protected in accordance with chapter 15 6E; 16 (2) Endangered species of flora and fauna shall be 17 preserved to the extent required by law; 18 Land use and development activities within the 19 district shall be coordinated with and, to the extent 20 possible, complement existing county and state

1		policies, plans, and programs affecting the district;
2		and
3	(4)	Public facilities within the district shall be
4		planned, located, and developed to support the
5		development policies established by this section and
6		any rules adopted pursuant to this part.
7	§2061	E- Financial aid from the federal government;
8	contracts	with the federal government. (a) The authority may
9	secure fir	nancial aid from the federal government for any
10	planning,	design, development, construction, and maintenance
11	work that	the authority is authorized to undertake pursuant to
12	this part	•
13	(b)	In addition, and supplemental to the powers granted to
14	the author	rity under section 206E-4, the authority may:
15	(1)	Borrow moneys or accept grants from the federal
16		government in aid of or for any development project
17		the authority is authorized to undertake pursuant to
18		this part;
19	(2)	Issue bonds or other evidence of indebtedness and
20		pledge revenues and other assets as security for
21		indebtedness incurred pursuant to this part;

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2		incurred thereon by the authority pursuant to this
3		part;
4	(4)	Procure insurance or loan guarantees from the federal
5		government for the payment of any debts or parts
6		thereof secured by mortgages made by or held by the
7		authority;
8	(5)	Execute contracts with the federal government in
9		accordance with this part; and
10	(6)	Comply with terms and conditions required by the
11		federal government in any contract or grant for
12		federal assistance.
13	(c)	It is the purpose and intent of this section to
14	authorize	the authority to do all things necessary to secure the
15	cooperati	on of and financial aid from the federal government for
16	any plann	ing, design, development, construction, and maintenance
17	work that	the authority is authorized to undertake pursuant to
18	this part	•
19	§ <b>206</b>	E- Pulehunui community development district special
20	<b>fund</b> . (a	) There is established in the state treasury the

(3) Repay any indebtedness, including any interest

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

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

1 organization in the Heeia community development district or 2 Koolaupoko district[ - nominated by the county council of the 3 county in which the Heeia community development district is 4 located; three]; two representatives of the Kalaeloa community 5 development district, comprising [two residents] one resident of 6 the Ewa zone (zone 9, sections 1 through 2) or the Waianae zone 7 (zone 8, sections 1 through 9) of the first tax map key 8 division, and one owner of a small business or one officer or 9 director of a nonprofit organization in the Ewa or Waianae 10 zone[, nominated by the county council of the county in which the Kalaeloa community development district is located; three]; 11 12 two representatives of the Kakaako community development 13 district, comprising [two residents] one resident of the district and one owner of a small business or one officer or 14 director of a nonprofit organization in the district[, nominated 15 16 by the county council of the county in which the Kakaako 17 community development district is located; the director of 18 planning and permitting of each county in which a community 19 development district is located or the director's designee, who 20 shall serve in an ex officio, nonvoting capacity; and the 21 chairperson of the Hawaiian homes commission or the

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

chairperson's designee, who shall serve in an ex-officio,

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1	each district to the governor to fill the two district		
2	representative positions for each community development		
3	district. For each community development district, the governor		
4	shall appoint one member from a list of nominees submitted by		
5	the president of the senate and one member from a list of		
6	nominees submitted by the speaker of the house of		
7	representatives, and of the two appointees, one shall meet the		
8	district residency requirement and one shall meet the district		
9	small business owner or nonprofit organization officer or		
10	director requirement.		
11	The authority shall be organized and shall exercise		
12	jurisdiction as follows:		
13	(1) For matters affecting the Heeia community development		
14	district, the following members shall be considered in		
15	determining quorum and majority and shall be eligible		
16	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 Heeia community development
5		district is located or the director's designee;
6	[ <del>(C)</del> ]	(E) The cultural specialist;
7	[ <del>(D)</del> ]	(F) The [three] two at-large members; and
8	[ <del>-(E)</del> ]	(G) The [three] two representatives of the Heeia
9		community development district;
10	[ <del>pro</del>	vided that the director of planning and permitting
11	<del>of t</del> l	he relevant county or the director's designee
12	<del>shal</del>	l participate in these matters as an ex officio,
13	nonve	oting member and shall not be considered in
14	<del>dete</del> :	rmining quorum and majority;]
15	(2) For 1	matters affecting the Kalaeloa community
16	deve	lopment district, the following members shall be
<b>17</b>	cons	idered in determining quorum and majority and
18	shal	l be eligible to vote:
19	(A)	The director of finance or the director's
20		designee;

1	(B	) The director of transportation or the director's
2		designee;
3	<u>(C</u>	The director of business, economic development,
4		and tourism or the director's designee;
5	<u>(D</u>	The director of planning and permitting for the
6		county in which the Kalaeloa community
7		development district is located or the director's
8		designee;
9	[ <del>(C</del>	+] <u>(E)</u> The cultural specialist;
10	[ <del>(D</del>	$\frac{1}{2}$ The [three] two at-large members; and
11	[ <del>(E</del>	$\frac{1}{2}$ (G) The [three] two representatives of the
12		Kalaeloa community development district;
13	<del>[</del> ]	erovided that the director of planning and permitting
14	<del>o f</del>	the relevant county and the chairperson of the
15	Ha	waiian homes commission, or their respective
16	<del>de</del>	esignees, shall participate in these-matters as ex
17	<del>o f</del>	ficio, nonvoting members and shall not be considered
18	<del>i</del> n	determining quorum and majority;
19	(3) Fo	or matters affecting the Kakaako community
20	de	evelopment district, the following members shall be

1	considered in determining quorum and majority and	i
2	shall be eligible to vote:	
3	(A) The director of finance or the director's	
4	designee;	
5	(B) The director of transportation or the direct	or's
6	designee;	
7	(C) The director of business, economic developme	ent,
8	and tourism or the director's designee;	
9	(D) The director of planning and permitting for	the
10	county in which the Kakaako community develo	pment
11	district is located or the director's design	nee;
12	[ <del>(C)</del> ] <u>(E)</u> The cultural specialist;	
13	$[\frac{(D)}{(F)}]$ The $[\frac{three}{}]$ two at-large members; and	
14	$[\frac{(E)}{(G)}]$ The $[\frac{three}{}]$ two representatives of the	
15	Kakaako community development district;	
16	[ <del>provided that the director of planning and perm</del>	tting
17	of the relevant county or the director's designed	<del>&gt;</del>
18	shall participate in these matters as an ex offic	<del>∷io,</del>
19	nonvoting member and shall not be considered in	
20	determining quorum and majority.] and	

1	(4)	For	matters affecting the Pulehunui community
2		deve	elopment district, the following members shall be
3		cons	idered in determining quorum and majority and
4		shal	l be eligible to vote:
5		(A)	The director of finance or the director's
6			designee;
7		(B)	The director of transportation or the director's
8			designee;
9		(C)	The director of business, economic development,
10			and tourism or the director's designee;
11		(D)	The director of planning for the county in which
12	•		the Pulehunui community development district is
13			<pre>located or the director's designee;</pre>
14		<u>(E)</u>	The chairperson of the board of land and natural
15			resources or the chairperson's designee;
16		<u>(F)</u>	The cultural specialist;
17		<u>(G)</u>	The two at-large members; and
18		(H)	The two representatives of the Pulehunui
19			community development district.
20	In t	.he ev	ent of a vacancy, a member shall be appointed to
21	fill the	vacan	cy in the same manner as the original appointment

1 within thirty days of the vacancy or within ten days of the 2 senate's rejection of a previous appointment, as applicable. 3 The terms of the director of finance  $[\tau]$ ; director of transportation  $[\tau]$ ; county directors of planning and permitting  $[\tau]$ 4 5 and chairperson of the Hawaiian homes commission]; director of 6 business, economic development, and tourism; and chairperson of 7 the board of land and natural resources; or their respective designees shall run concurrently with each official's term of 8 office. The terms of the appointed voting members shall be for 9 10 four years, commencing on July 1 and expiring on June 30[+ 11 provided that the initial terms of all voting members initially 12 appointed pursuant to Act 61, Session Laws of Hawaii 2014, shall 13 commence on March 1, 2015]. The governor shall provide for 14 staggered terms of the initially appointed voting members so 15 that the initial terms of four members selected by lot shall be 16 for two years, the initial terms of four members selected by lot 17 shall be for three years, and the initial terms of the remaining 18 [five] three members shall be for four years. 19 The governor may remove or suspend for cause any member 20 after due notice and public hearing.

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1 Notwithstanding section 92-15, a majority of all eligible 2 voting members as specified in this subsection shall constitute 3 a quorum to do business, and the concurrence of a majority of 4 all eligible voting members as specified in this subsection 5 shall be necessary to make any action of the authority valid. All members shall continue in office until their respective 7 successors have been appointed and qualified. Except as herein 8 provided, no member appointed under this subsection shall be an officer or employee of the State or its political subdivisions. 9 10 For purposes of this section, "small business" means a 11 business [which] that is independently owned and [which] that is 12 not dominant in its field of operation." 13 SECTION 3. Statutory material to be repealed is bracketed

and stricken. New statutory material is underscored.

SECTION 4. This Act shall take effect upon its approval.

2022-2773 SB2398 HD2 HMS0

#### Report Title:

Pulehunui Community Development District; Hawaii Community Development Authority; Membership

#### Description:

Creates the Pulehunui community development district to allow for planning, development, and maintenance of public lands in Pulehunui, Maui. Amends the Hawaii community development authority membership to include the director of business, economic development, and tourism; chairperson of the board of land and natural resources; and director of the office of planning or planning and permitting of each county, or their respective designees, in which a community development district is located. Amends community representatives on each board from three to two at-large members. Establishes membership for quorum on matters related to the Pulehunui community development district. (HD2)

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