JAN 2 1 2022

A BILL FOR AN ACT

RELATING TO THE LEASING OF PUBLIC LANDS BY THE MILITARY.

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

| 1 | SECTION 1. The legislature finds that Article XI, |
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| 2 | section 1, of the Hawaii State Constitution provides that: |
| 3 | For the benefit of present and future generations, the |
| 4 | State and its political subdivisions shall conserve |
| 5 | and protect Hawaii's natural beauty and all natural |
| 6 | resources, including land, water, air, minerals and |
| 7 | energy sources, and shall promote the development and |
| 8 | utilization of these resources in a manner consistent |
| 9 | with their conservation and in furtherance of the |
| 10 | self-sufficiency of the State. All public natural |
| 11 | resources are held in trust by the State for the |
| 12 | benefit of the people. |
| 13 | The legislature further finds that public lands should be |
| 14 | managed in the spirit of malama aina and that the military's us |
| 15 | of public land has been inconsistent with that spirit. The |
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legacy of Kahoolawe, Waikane, Makua, Pohakuloa, and Red Hill are

The Navy failed to clear all unexploded ordnance from

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- 1 Kahoolawe. A federal court concluded that the Army "failed to
- 2 use good faith efforts to develop a plan and secure funding for
- 3 [clearing unexploded ordinance] from the high priority sites
- 4 that the Army was supposed to identify" in Makua pursuant to a
- 5 settlement agreement. Portions of the state land at Pohakuloa
- 6 are, according to a state circuit court, heavily contaminated on
- 7 the surface with material potentially presenting an explosive
- 8 hazard that pose a significant danger to public health and
- 9 welfare. Multiple fuel leaks at the Red Hill underground
- 10 storage facility contaminated Oahu's water supply.
- 11 The legislature recognizes and acknowledges the State's
- 12 kuleana to "take an active role" in preserving its trust lands,
- 13 as specified in Ching v. Case, 145 Haw. 148, 449 P.3d 1146
- **14** (2019).
- 15 The legislature believes that with sixty-five-year leases
- 16 to the military due to expire shortly, it is time to return
- 17 those lands to the people of Hawaii and limit the impacts to
- 18 Hawaii's precious natural and cultural resources.
- The purpose of this Act is to require the board of land and
- 20 natural resources to adopt certain restrictions regarding land
- 21 dispositions to the United States military.



| 1 | SECTION 2. Chapter 171, Hawaii Revised Statutes, is |
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| 2 | amended by adding a new section to part II, subpart B, to be |
| 3 | appropriately designated and to read as follows: |
| 4 | "§171- Leases to the military. (a) Each applicant |
| 5 | that seeks to lease public lands for use by any branch of the |
| 6 | military shall consult with public trust beneficiaries before |
| 7 | submitting an application. The application shall include a |
| 8 | management plan that takes into consideration the input from the |
| 9 | consulted public trust beneficiaries. |
| 10 | (b) The board shall review the application and management |
| 11 | plan and determine: |
| 12 | (1) Whether the proposed activities further the public |
| 13 | interest; and |
| 14 | (2) Whether the management plan will use reasonable |
| 15 | management practices and prevent the degradation of |
| 16 | natural and cultural resources. |
| 17: | If the board determines that the management plan does not |
| 18 | further the public interest or prevent the degradation of |
| 19 | natural and cultural resources, the board shall deny the |
| 20 | application. |

| 1 | <u>(c)</u> | If a lease is approved, the management plan shall |
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| 2 | become ar | exhibit to the lease. |
| 3 | <u>(đ)</u> | Each lease of public lands for use by any branch of |
| 4 | the milit | ary shall: |
| 5 | (1) | Require the lessee to submit annual reports |
| 6 | | demonstrating that the approved conditions or |
| 7 | | management plan have been implemented and continue to |
| 8 | | be met; |
| 9 | (2) | Require a minimum annual rent based on the fair market |
| 10 | | value of the lands to be leased, as determined by an |
| 11 | | appraiser for the board. If the applicant does not |
| 12 | | agree with the fair market value, the board shall have |
| 13 | | sole discretion to resolve the dispute; provided that |
| 14 | • | the resolution is consistent with the public trust; |
| 15 | <u>(3)</u> | Have a maximum term of ten years; and |
| 16 | (4) | Prohibit the renewal or extensions of the terms. |
| 17 | (e) | For the purpose of developing or assisting in the |
| 18 | developmen | nt of any rule, enforcing this chapter, enforcing rules |
| 19 | adopted by | y the board, or determining compliance with any lease |
| 20 | entered in | nto pursuant to this section, upon the request of the |
| 21 | department | t, the lessee shall: |

| 1 | <u>(1)</u> | Furnish information relating to the use of the leased |
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| 2 | | premises; |
| 3 | (2) | Conduct monitoring or testing; and |
| 4 | (3) | Permit a designated representative at all reasonable |
| 5 | | times to have access to and to copy all records |
| 6 | | relating to the leased property. |
| 7 | <u>(f)</u> | For the purpose of developing or assisting in the |
| 8 | developme | nt of any rule, enforcing this chapter, enforcing rules |
| 9 | adopted b | y the board, or determining compliance with any lease |
| 10 | entered in | nto pursuant to this section, any duly authorized |
| . 11 | represent | ative of the department may: |
| 12 | (1) | Enter the leased public lands, including any |
| 13 | | establishment or place on the leased lands, at |
| 14 | . • | reasonable times; and |
| 15 | (2) | Inspect, monitor, or test the soils, air, surface |
| 16 | | water, or groundwater of the leased public lands. |
| 17 | (g) | The public lands leased pursuant to this section, or |
| 18 | any portion | on thereof, shall be subject to withdrawal by the board |
| 19 | at any tim | ne during the term of the lease with reasonable notice |
| 20 | and comper | sation for public uses or purposes, including |
| 21 | residentia | 1, commercial, industrial, or resort developments, for |

- 1 constructing new roads or extensions, or changes in line or
- 2 grade of existing roads, for rights-of-way and easements of all
- 3 kinds, and shall be subject to the right of the board to remove
- 4 soil, rock, or gravel as may be necessary for the construction
- 5 of roads and rights-of-way within or without the demised
- 6 premises.
- 7 (h) Upon the violation of any condition or term of any
- 8 lease to be observed or performed by the lessee or tenant
- 9 pursuant to this section, the board, after the notice of default
- 10 as provided in section 171-20, and subject to the rights of each
- 11 holder of record having a security interest as provided in
- 12 section 171-21, shall terminate the lease or tenancy and take
- 13 possession of the leased land, without demand or previous entry
- 14 and without legal process, together with all improvements placed
- 15 thereon, and shall retain all rent paid in advance as damages
- 16 for the violations.
- 17 (i) The board shall adopt rules pursuant to chapter 91 to
- 18 effectuate this section."
- 19 SECTION 3. New statutory material is underscored.

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

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INTRODUCED BY:

Report Title:

Department of Land and Natural Resources; Public Lands; Leases; Military

Description:

Establishes duration, environmental, and other restrictions on public lands leased to the military.

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