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#### A BILL FOR AN ACT

RELATING TO RURAL DISTRICTS.

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

1 SECTION 1. The legislature finds that due to the shortage 2 of housing in Hawaii, the counties should be permitted to increase population density in state-designated rural districts. 3 4 Under existing law, only one dwelling house is generally permitted on one-half acre (21,780 square feet) of land in a 5 6 rural district. The legislature further finds that authorizing 7 counties to adopt ordinances to allow a dwelling house on each 8 quarter-acre of rural land would increase housing opportunities 9 where appropriate.

10 Accordingly, the purpose of this Act is to:

11 (1) Authorize the counties to determine the propriety of 12 allowing a dwelling house on each quarter-acre, rather 13 than each half-acre, of land in rural districts; 14 provided that the corresponding ordinances are 15 consistent with the county general plan and community 16 development plan;



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1	(2)	Require the office of planning and sustainable
2		development to conduct a study to refine rural
3		district policies and make recommendations to
4		facilitate the reclassification of lands from the
5		agricultural district to the rural district; and
6	(3)	Appropriate funds for the office of planning and
7		sustainable development to conduct the study.
8	SECT	ION 2. Section 205-2, Hawaii Revised Statutes, is
9	amended a	s follows:
10	1.	By amending subsection (a) to read:
11	"(a)	There shall be four major land use districts in which
12	all lands	in the State shall be placed: urban, rural,
13	agricultu	ral, and conservation. The land use commission shall
14	group con	tiguous land areas suitable for inclusion in one of
15	these fou	r major districts. The commission shall set standards
16	for deter	mining the boundaries of each district, provided that:
17	(1)	In the establishment of boundaries of urban districts,
18		those lands that are now in urban use and a sufficient
19		reserve area for foreseeable urban growth shall be
20		included;

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1	(2)	In the establishment of boundaries for rural
2		districts, areas of land composed primarily of small
3		farms mixed with very low density residential lots,
4		which may be shown by a minimum density of not more
5		than one house per [ <del>one-half</del> ] <u>one-quarter</u> acre and a
6		minimum lot size of not less than one-half acre shall
7		be included, except as herein provided;
8	(3)	In the establishment of the boundaries of agricultural
9		districts, the greatest possible protection shall be
10		given to those lands with a high capacity for
11		intensive cultivation; and
12	(4)	In the establishment of the boundaries of conservation
13		districts, the "forest and water reserve zones"
14		provided in Act 234, section 2, Session Laws of Hawaii
15		1957, are renamed "conservation districts" and,
16		effective as of July 11, 1961, the boundaries of the
17		forest and water reserve zones theretofore established
18		pursuant to Act 234, section 2, Session Laws of Hawaii
19		1957, shall constitute the boundaries of the
20		conservation districts; provided that thereafter the

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1 power to determine the boundaries of the conservation districts shall be in the commission. 2 3 In establishing the boundaries of the districts in each county, the commission shall give consideration to the master plan or 4 5 general plan of the county." 2. By amending subsection (c) to read: 6 7 "(c) Rural districts shall include activities or uses as characterized by low density residential lots of not more than 8 9 one dwelling house per [one-half] one-quarter acre, except as 10 provided by county ordinance pursuant to section  $46-4(c)[_{7}]$  and 11 provided that each dwelling house shall be consistent with the 12 county general plan and community development plans, in areas 13 where "city-like" concentration of people, structures, streets, 14 and urban level of services are absent, and where small farms 15 are intermixed with low density residential lots except that 16 within a subdivision, as defined in section 484-1, the 17 commission for good cause may allow one lot of less than 18 one-half acre, but not less than [eighteen thousand five hundred 19 square feet,] one-quarter acre, or an equivalent residential 20 density, within a rural subdivision and permit the construction 21 of one dwelling on [such] the lot; provided that all other



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1 dwellings in the subdivision shall have a minimum lot size of 2 one-half acre or 21,780 square feet. [Such] The petition for 3 variance may be processed under the special permit procedure. 4 These districts may include contiguous areas [which] that are 5 not suited to low density residential lots or small farms by 6 reason of topography, soils, and other related characteristics. 7 Rural districts shall also include golf courses, golf driving 8 ranges, and golf-related facilities.

9 In addition to the uses listed in this subsection, rural 10 districts shall include geothermal resources exploration and 11 geothermal resources development, as defined under section 12 182-1, and construction and operation of wireless communication 13 antenna, as defined under section 205-4.5(a)(18), as permissible 14 uses."

15 SECTION 3. Section 205-5, Hawaii Revised Statutes, is 16 amended by amending subsection (c) to read as follows:

17 "(c) Unless authorized by special permit issued pursuant
18 to this chapter, only the following uses shall be permitted
19 within rural districts:

20 (1) Low density residential uses;

21 (2) Agricultural uses;



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1	(3)	Golf courses, golf driving ranges, and golf-related
2		facilities;
3	(4)	Public, quasi-public, and public utility facilities;
4		and
5	(5)	Geothermal resources exploration and geothermal
6		resources development, as defined under section 182-1.
7	In ac	ddition, the minimum lot size for any low density
8	residentia	al use shall be one-half acre and there shall be but
9	one dwell:	ing house per [one-half] one-quarter acre[ $_{\tau}$ ]; provided
10	that each	dwelling house shall be consistent with the county
11	general p	lan and community development plan, except as provided
12	for in se	ction 205-2."
13	SECT	ION 4. The office of planning and sustainable
14	developme	nt shall conduct a study to assess the rural district
15	framework	within the land use law and make recommendations for
16	revisions	to rural district policies and permissible uses within
17	the rural	district. The study shall include:
18	(1)	A legal analysis of regulatory issues and safeguards
19		that must be addressed to facilitate the
20		reclassification of lands from the agricultural
21		district to the rural district; and



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1	(2)	Recommendations for legislation necessary to address	
2		the issues and safeguards identified in paragraph (1).	
3	SECTI	ION 5. In conducting the study required by this Act,	
4	the office of planning and sustainable development shall		
5	coordinate	e its efforts with the land use commission, department	
6	of agriculture, and county planning departments. The office of		
7	planning a	and sustainable development shall engage community	
8	stakeholde	ers, including farming interests and interested members	
9	of the ger	neral public, in the development of study	
10	recommenda	ations.	
11	SECTI	ION 6. The office of planning and sustainable	
12	development shall submit:		
13	(1)	An interim report of its findings and recommendations,	
14		including any proposed legislation, to the legislature	
15		no later than twenty days prior to the convening of	
16		the regular session of 2023; and	
17	(2)	A final report of its findings and recommendations,	
18		including any proposed legislation, to the legislature	
19		no later than twenty days prior to the convening of	
20		the regular session of 2024.	

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1	SECTION 7. There is appropriated out of the general
2	revenues of the State of Hawaii the sum of \$ or so much
3	thereof as may be necessary for fiscal year 2022-2023 for the
4	office of planning and sustainable development to conduct the
5	study and complete all required reports pursuant to this Act.
6	The sum appropriated shall be expended by the department of
7	business, economic development, and tourism for the purposes of
8	this Act.
9	SECTION 8. Statutory material to be repealed is bracketed
10	and stricken. New statutory material is underscored.
11	SECTION 9. This Act shall take effect on July 1, 2050.



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#### **Report Title:** Rural Districts; Dwellings; County Ordinances; Office of Planning and Sustainable Development; Land Use; Study; Appropriation

#### Description:

Authorizes the counties to adopt ordinances that allow up to one house per quarter-acre in rural districts. Requires the Office of Planning and Sustainable Development to conduct a study to refine rural district policies and make recommendations to facilitate the reclassification of lands from the agricultural district to the rural district. Requires reports to the Legislature. Appropriates moneys. Effective 7/1/2050. (SD2)

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

