THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

S.B. NO. 507

JAN 2 0 2023

A BILL FOR AN ACT

RELATING TO WETLAND PRESERVATION.

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

1 SECTION 1. The legislature finds that wetlands are some of 2 the most productive and biodiverse habitats on the planet. 3. Wetlands protect beaches against erosion, recharge aquifers, 4 provide flood alleviation, support endangered species, and 5 sequester carbon. The legislature further finds that the 6 destruction of wetlands and waterways is a major concern because 7 development in these areas leads to excessive flooding and 8 inhibits the natural processes that filter sediments and 9 nutrients from stormwater runoff before reaching coral reefs. 10 The United Nations Millennium Ecosystem Assessment determined 11 that environmental degradation is more prominent within wetlands 12 than any other ecosystem on earth and therefore wetlands deserve 13 greater protection.

14 The legislature also finds that according to the United 15 States Environmental Protection Agency, an acre of wetland can 16 store one million to one and one-half million gallons of 17 floodwater; in 1991, wetland-related ecotourism activities such



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1 as hunting, fishing, birdwatching, and photography added 2 approximately \$59,000,000,000 to the national economy; in 1997, 3 almost \$79,000,000,000 per year was generated from wetland-4 dependent species, or about seventy-one per cent of the nation's 5 entire \$111,000,000,000 commercial and recreational fishing 6 industry; and although wetlands occupy only about five per cent 7 of the land surface in the conterminous United States, wetlands 8 are home to thirty-one per cent of plant species in the country 9 and up to one-half of North American bird species nest or feed 10 in wetlands. Although the United States Environmental 11 Protection Agency has not updated these figures in subsequent 12 publications, the estimated economic value of wetlands has 13 likely increased dramatically due to wetland depletion, 14 inflation, and the impacts of climate change.

In Hawaii, more than thirty-one per cent of its coastal wetlands have been lost. Wetlands, by virtue of the functions and ecosystem services they provide, are far more precious than market values or commercial profits. Without wetlands, Hawaii would have to spend exorbitant amounts of money to replace wetland functions that protect the water supply, ocean water quality, and coral reefs; provide flood attenuation and storage;



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1 sequester carbon; and provide habitat for native plants and 2 animals. Furthermore, without wetlands to provide these ecosystem services, drinking and irrigation water will require 3 4 more treatment, floods will become more devastating, storm 5 surges from hurricanes will penetrate further mauka, coral reefs 6 and fisheries will be damaged or destroyed, animals and plants 7 will face disruption and extinction, climate change mitigation 8 will be reduced, and food security and livelihoods will be 9 threatened.

10 The legislature further finds that surface water, ground 11 water, floodplains, wetlands, and other features do not function 12 as separate and isolated components of the watershed, but rather 13 as a single, integrated natural system. Disruption of any part 14 of this system can have long-term and far-reaching consequences 15 on the functioning of the entire system as evidenced by 16 disastrous recent flooding events. This Act will establish an 17 ahupuaa-based protection of wetlands and watersheds, and protect 18 natural stormwater infrastructure.

19 Accordingly, the purpose of this Act is to encourage the 20 preservation of wetlands by:



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1	(1)	Adding definitions for "floodway", "natural stormwater
2		infrastructure", and "wetlands" to section 343-2,
3		Hawaii Revised Statutes;
4	(2)	Requiring a proposed housing project of the Hawaii
5		housing finance and development corporation that is
6		exempt from all statutes, ordinances, charter
7		provisions, and rules of any government agency
8		relating to planning, zoning, and construction
9		standards to ensure that the proposed project does not
10		impact wetlands or natural stormwater infrastructure;
11		and
12	(3)	Requiring an environmental assessment for actions
13		under the environmental impact statements law that
14		impact wetlands or natural stormwater infrastructure.
15	SECT:	ION 2. Section 343-2, Hawaii Revised Statutes, is
16	amended by	y adding three new definitions to be appropriately
17	inserted a	and to read as follows:
18	" <u>"Flo</u>	oodway" means the channel of a river or stream,
19	including	any adjacent floodplain areas.
20	"Natu	ural stormwater infrastructure" means all naturally-
21	occurring	streams, ephemeral streams, gulches, drainage



1	corridors	, wetlands, floodways, and other areas where water
2	naturally	collects or drains to the ocean.
3	"Wet	lands" means:
4	(1)	Land that is transitional between terrestrial and
5		aquatic ecosystems where water is the primary factor
6		controlling the environment and the associated animal
7		and plant life, where for any duration of time,
8		including non-consecutive years, the water table is at
9		or near the surface and the land is covered by water
10		or saturated by:
11		(A) Subsurface water, including the water table,
12		subsurface kahawai, or springs; or
13		(B) Well or ditch influent water;
14	(2)	Areas of marsh, fen, peatland, or water; provided that
15		water can be natural or artificial; permanent,
16		temporary, intermittent, or ephemeral; static or
17		flowing; fresh, brackish, or salt; or above or below
18		ground;
19	(3)	Areas of marine water, the depth of which at low tide
20		does not exceed six meters, including fishponds and
21		coral reefs;



1	(4)	Areas of riparian zone, floodplain, and floodway,		
2		including flowing, intermittent, or ephemeral streams		
3		and streambeds;		
4	(5)	Areas of coastal zones adjacent to wetlands, islands,		
5		or bodies of marine water deeper than six meters at		
6		low tide lying within the wetlands;		
7	(6)	Areas where hydric soils are present (soils that in		
8		their undrained condition are saturated, flooded, or		
9		ponded, creating conditions that favor the growth and		
10		regeneration of hydrophytic vegetation); or where the		
11		substratum is nonsoil (gravel or rocks) and is		
12		periodically saturated with water or covered by		
13		shallow water;		
14	(7)	Subsurface water that is hydrologically connected to		
15		wetlands;		
16	(8)	Areas described by six wetland classifications,		
17		including:		
18		(A) Marine: coastal wetlands, coastal lagoons, rocky		
19		shores, seagrass beds, and coral reefs;		
20		(B) Estuarine: muliwai, deltas, tidal marshes,		
21		mudflats, and mangrove swamps;		



1		(C)	Lacustrine: wetlands near natural lakes or
2			ponds;
3		(D)	Riverine: wetlands near rivers, streams, and
4			gulches;
5		<u>(E)</u>	Palustrine: marshes, swamps, and bogs; and
6		(F)	Human-made: Native Hawaiian fish ponds, shrimp
7			ponds, farm ponds, paddies, and dams; lo'i kalo;
8			and inland fishponds;
9	(9)	Area	s that provide wetland functions, including:
10		(A)	Conveyance of stormwater;
11		<u>(B)</u>	Flood attenuation and storage;
12		(C)	Sediment attenuation and reduction;
13		(D)	Nutrient and chemical attenuation and reduction;
14		<u>(E)</u>	Plant community abundance and diversity;
15		(F)	Fish and wildlife habitat;
16		(G)	Groundwater recharge and discharge;
17		<u>(H)</u>	Shoreline or stream bank anchoring; and
18		<u>(I)</u>	Carbon sequestration; and
19	(10)	Area	s that formerly had wetland characteristics or
20		func	tions but have been altered or degraded by
21		chan	nelization, filling, draining, dredging, grading,



1	grubbing, deep ripping, groundwater pumping, hardening
2	of surfaces, or introduction of non-native or
3	aggressive-invasive plant and animal species."
4	SECTION 3. Section 201H-38, Hawaii Revised Statutes, is
5	amended by amending subsection (a) to read as follows:
6	"(a) The corporation may develop on behalf of the State or
7	with an eligible developer, or may assist under a government
8	assistance program in the development of, housing projects that
9	shall be exempt from all statutes, ordinances, charter
10	provisions, and rules of any government agency relating to
11	planning, zoning, construction standards for subdivisions,
12	development and improvement of land, and the construction of
13	dwelling units thereon; provided that:
14	(1) The corporation finds the housing project is
15	consistent with the purpose and intent of this
16	chapter, and meets minimum requirements of health and
17	safety;
18	(2) The development of the proposed housing project does
19	not contravene any safety standards, tariffs, or rates
20	and fees approved by the public utilities commission



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chapter 54;
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d in section 343-2;
y of the county in which the
situated shall have approved
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sapprove the project by
orty-five days after the
mitted the preliminary plans
for the project to the
If on the forty-sixth day a
pproved, it shall be deemed
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prosecuted or maintained
its officials, or employees
ns taken by them in reviewing,
g, or disapproving the plans
and



1 (C) The final plans and specifications for the project shall be deemed approved by the 2 3 legislative body if the final plans and specifications do not substantially deviate from 4 5 the preliminary plans and specifications. The final plans and specifications for the project 6 7 shall constitute the zoning, building, construction, and subdivision standards for that 8 9 project. For purposes of sections 501-85 and 10 502-17, the executive director of the corporation 11 or the responsible county official may certify 12 maps and plans of lands connected with the 13 project as having complied with applicable laws 14 and ordinances relating to consolidation and 15 subdivision of lands, and the maps and plans 16 shall be accepted for registration or recordation 17 by the land court and registrar; and 18 [(4)] (5) The land use commission shall approve, approve 19 with modification, or disapprove a boundary change 20 within forty-five days after the corporation has 21 submitted a petition to the commission as provided in



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section 205-4. If, on the forty-sixth day, the 1 petition is not disapproved, it shall be deemed 2 approved by the commission." 3 SECTION 4. Section 343-5, Hawaii Revised Statutes, is 4 5 amended by amending subsection (a) to read as follows: Except as otherwise provided, an environmental 6 "(a) 7 assessment shall be required for actions that: Propose the use of state or county lands or the use of 8 (1) state or county funds, other than funds to be used for 9 feasibility or planning studies for possible future 10 programs or projects that the agency has not approved, 11 12 adopted, or funded, or funds to be used for the acquisition of unimproved real property; provided that 13 14 the agency shall consider environmental factors and available alternatives in its feasibility or planning 15 studies; provided further that an environmental 16 assessment for proposed uses under section 205-17 2(d)(11) or 205-4.5(a)(13) shall only be required 18 19 pursuant to section 205-5(b);



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1	(2)	Propose any use within any land classified as a
2		conservation district by the state land use commission
3		under chapter 205;
4	(3)	Propose any use within a shoreline area as defined in
5		section 205A-41;
6	(4)	Propose any use within any historic site as designated
7		in the National Register or Hawaii Register, as
8		provided for in the Historic Preservation Act of 1966,
9		Public Law 89-665, or chapter 6E;
10	(5)	Propose any use within the Waikiki area of Oahu, the
11		boundaries of which are delineated in the land use
12		ordinance as amended, establishing the "Waikiki
13		Special District";
14	(6)	Propose any amendments to existing county general
15		plans where the amendment would result in designations
16		other than agriculture, conservation, or preservation,
17		except actions proposing any new county general plan
18		or amendments to any existing county general plan
19		initiated by a county;



1	(7)	Prop	oose any reclassification of any land classified as		
2		a co	onservation district by the state land use		
3		comm	commission under chapter 205;		
4	(8)	Prop	ose the construction of new or the expansion or		
5		modi	fication of existing helicopter facilities within		
6		the	the State, that by way of their activities, may		
7		affe	affect:		
8		(A)	Any land classified as a conservation district by		
9			the state land use commission under chapter 205;		
10		(B)	A shoreline area as defined in section 205A-41;		
11			or		
12		(C)	Any historic site as designated in the National		
13			Register or Hawaii Register, as provided for in		
14			the Historic Preservation Act of 1966, Public Law		
15			89-665, or chapter 6E; or until the statewide		
16			historic places inventory is completed, any		
17			historic site that is found by a field		
18			reconnaissance of the area affected by the		
19			helicopter facility and is under consideration		
20			for placement on the National Register or the		
21			Hawaii Register of Historic Places; [and]		



1	(9)	Prop	oose any:
2		(A)	Wastewater treatment unit, except an individual
3			wastewater system or a wastewater treatment unit
4			serving fewer than fifty single-family dwellings
5			or the equivalent;
6		(B)	Waste-to-energy facility;
7		(C)	Landfill;
8		(D)	Oil refinery; or
9		(E)	Power-generating facility[-]; and
10	(10)	Prop	ose any development that would impact wetlands or
11		natu	ral stormwater infrastructure."
12	SECT	ION 5	. Statutory material to be repealed is bracketed
13	and stric	ken.	New statutory material is underscored.
14	SECT	ION 6	. This Act shall take effect upon its approval.
15			INTRODUCED BY: Mile Suthan



Report Title:

Wetland Protection; Wetlands; Natural Stormwater Infrastructure; Environmental Assessment; Hawaii Housing Finance and Development Corporation

Description:

Adds definitions for "floodway", "natural stormwater infrastructure", and "wetlands" to section 343-2, Hawaii Revised Statutes. Requires a proposed housing project of the Hawaii Housing Finance and Development Corporation that is exempt from all statutes, ordinances, charter provisions, and rules of any government agency relating to planning, zoning, and construction standards to ensure that the proposed project does not impact wetlands or natural stormwater infrastructure. Requires an environmental assessment for actions under the environmental impact statements law that propose any development that would impact wetlands or natural stormwater infrastructure.

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

