JOSH GREEN, M.D. GOVERNOR | KE KIA'ĂINA

SYLVIA LUKE LIEUTENANT GOVERNOR | KA HOPE KIA'ÄINA





STATE OF HAWAI'I | KA MOKU'ĀINA 'O HAWAI'I DEPARTMENT OF LAND AND NATURAL RESOURCES KA 'OIHANA KUMUWAIWAI 'ĀINA

> P.O. BOX 621 HONOLULU, HAWAII 96809

Testimony of DAWN N. S. CHANG Chairperson

# Before the House Committee on JUDICIARY & HAWAIIAN AFFAIRS

### Tuesday, February 13, 2024 2:00 p.m. State Capitol, Conference Room 325 & Videoconference

#### In consideration of HOUSE BILL 1781, HOUSE DRAFT 1 RELATING TO THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY

House Bill 1781, House Draft 1 proposes to establish the Panaewa Community Development District under the Hawaii Community Development Authority. The Department of Land and Natural Resources provides the following comments on the bill.

The following table shows the size and current disposition of the five parcels listed in the bill that would constitute the proposed development district:

Tax Map Key:	Acreage	Current Disposition	
(3) 2-4-049:018	10.875	Executive Order (EO) 3524 to the Department of Public	
		Safety for Hale Nani Work Release Center	
(3) 2-4-049:017	12.683	EO4300 to the Department of Agriculture (DOA) for	
		agriculture purposes	
(3) 2-4-049:033	4.264	Unencumbered in conservation district	
(3) 2-4-049:016	34.954	Unencumbered in conservation district	
(3) 2-4-049:032	9.079	EO4300 to DOA for agriculture purposes	

Mahalo for the opportunity to testify on this measure.

DAWN N.S. CHANG CHAIRPERSON BOARD OF LAND AND NATURAL RESOURCES COMMISSION ON WATER RESOURCE MANAGEMENT

> RYAN K.P. KANAKA'OLE FIRST DEPUTY

DEAN D. UYENO ACTING DEPUTY DIRECTOR - WATER

AQUATIC RESOURCES BOATING AND OCEAN RECREATION BUREAU OF CONVEYANCES COMMISSION ON WATER RESOURCE MANAGEMENT CONSERVATION AND COASTAL LANDS CONSERVATION AND RESOURCES ENFORCEMENT ENGINEERING FORESTRY AND WILDLIFE HISTORIC PRESERVATION KAHOOLAWE ISLAND RESERVE COMMISSION LAND STATE PARKS

### HB-1781-HD-1

Submitted on: 2/12/2024 11:10:05 AM Testimony for JHA on 2/13/2024 2:00:00 PM

Submitted By	Organization	<b>Testifier Position</b>	Testify
Russell Tsuji	Department of Land and Natural Resources	Comments	Remotely Via Zoom

Comments:

Written testimony from DLNR previously submitted on another Capitol account. Request for a Zoom link for additional DLNR staff testifying remotely for HB1781 HD1.

JOSH GREEN, M.D. GOVERNOR

> SYLVIA LUKE LT. GOVERNOR

CHASON ISHII CHAIRPERSON

CRAIG K. NAKAMOTO EXECUTIVE DIRECTOR

## HAWAI'I COMMUNITY DEVELOPMENT AUTHORITY

547 Queen Street, Honolulu, Hawai'i 96813 Telephone: (808) 594-0300 Fax: (808) 587-0299 Web site: http://dbedt.hawaii.gov/hcda/

### Statement of CRAIG K. NAKAMOTO Executive Director Hawai'i Community Development Authority before the HOUSE COMMITTEE ON JUDICIARY & HAWAIIAN AFFAIRS

Tuesday, February 13, 2024 2:00 p.m. VIA Videoconference, State Capitol, Conference Room 325

### In consideration of HB 1781 RELATING TO THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY.

Chair Tarnas, Vice Chair Takayama, and members of the Committee. The Hawai'i Community Development Authority (HCDA) **supports** this bill which establishes the Panaewa community development district to allow for planning, development, and maintenance of public lands in Panaewa, Hilo, Hawai'i.

If this bill becomes law, we look forward to working with the bill's supporters to understand their vision for the new community development district.

Thank you for the opportunity to share our thoughts.



JOSH GREEN, M.D. GOVERNOR

SYLVIA LUKE LIEUTENANT GOVERNOR

EMPLOYEES' RETIREMENT SYSTEM HAWAI'I EMPLOYER-UNION HEALTH BENEFITS TRUST FUND OFFICE OF THE PUBLIC DEFENDER



LUIS P. SALAVERIA DIRECTOR

SABRINA NASIR DEPUTY DIRECTOR

STATE OF HAWAI'I DEPARTMENT OF BUDGET AND FINANCE Ka 'Oihana Mālama Mo'ohelu a Kālā P.O. BOX 150 HONOLULU, HAWAI'I 96810-0150

ADMINISTRATIVE AND RESEARCH OFFICE BUDGET, PROGRAM PLANNING AND MANAGEMENT DIVISION FINANCIAL ADMINISTRATION DIVISION OFFICE OF FEDERAL AWARDS MANAGEMENT

WRITTEN ONLY TESTIMONY BY LUIS P. SALAVERIA DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE TO THE HOUSE COMMITTEE ON JUDICIARY AND HAWAIIAN AFFAIRS ON HOUSE BILL NO. 1781, H.D. 1

> February 13, 2024 2:00 p.m. Room 325 and Videoconference

### RELATING TO THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY

The Department of Budget and Finance (B&F) offers comments on this bill.

House Bill (H.B.) No. 1781, H.D. 1, establishes the Panaewa Community

Development District (PCDD) under the Hawai'i Community Development Authority (HCDA) to allow for the planning, development, and maintenance of public lands in Panaewa, Hawai'i; establishes the Panaewa Community Development District Special Fund (PCDDSF) for HCDA to administrate and operate the PCDD; and amends the membership of the HCDA to include representatives for the PCDD. The PCDDSF would generate revenue from the PCDD, legislative appropriations, and by collecting other funds from government agencies and private individuals or organizations.

As a matter of general policy, B&F does not support the creation of any special fund which does not meet the requirements of Section 37-52.3, HRS. Special funds should: 1) serve a need as demonstrated by the purpose, scope of work, and an explanation why the program cannot be implemented successfully under the general fund appropriation process; 2) reflect a clear nexus between the benefits sought and

charges made upon the users or beneficiaries or a clear link between the program and the sources of revenue; 3) provide an appropriate means of financing for the program or activity; and 4) demonstrate the capacity to be financially self-sustaining. Regarding H.B. No. 1781, H.D. 1, it is difficult to determine whether the proposed special fund would be self-sustaining.

Thank you for your consideration of our comments.

### <u>HB-1781-HD-1</u>

Submitted on: 2/11/2024 11:11:19 AM Testimony for JHA on 2/13/2024 2:00:00 PM

Submitted By	Organization	<b>Testifier Position</b>	Testify
Regina Gregory	Individual	Oppose	Written Testimony Only

Comments:

Assumes the people of Panaewa want "development," which usually has more negative consequences than positive ones.