THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII S.B. NO. <sup>1352</sup> S.D. 2 H.D. 2

### A BILL FOR AN ACT

RELATING TO HOUSING.

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

1 SECTION 1. Section 6E-2, Hawaii Revised Statutes, is

2 amended as follows:

3 1. By adding a new definition to be appropriately inserted4 and to read:

5 ""Affordable housing" has the same meaning as in section 6 201H-57(b)."

7 2. By amending the definition of "historic property" to8 read:

9 ""Historic property" means any building, structure, object, 10 district, area, or site, including heiau and underwater site[, 11 which is] that is over fifty years old[-] and meets the criteria 12 to be placed onto the Hawaii register of historic places or has 13 important value to Native Hawaiians or other ethnic groups of 14 the State due to associations with cultural practices once 15 carried out, or still being carried out, at the property or due 16 to associations with traditional beliefs, events, or oral





1 accounts that are important to the group's history, traditional 2 practices, and cultural identity. 3 This shall not apply to affordable housing projects, unless 4 the building, structure, object, district area, or site, 5 including heiau and underwater site, are over one hundred years 6 old." 7 SECTION 2. Section 6E-8, Hawaii Revised Statutes, is 8 amended to read as follows: 9 "§6E-8 Review of effect of proposed state projects. (a) 10 Before any agency or officer of the State or its political 11 subdivisions commences any project [which] that may affect 12 historic property, aviation artifact, or a burial site, the agency or officer shall advise the department and allow the 13 14 department an opportunity for review of the effect of the 15 proposed project on historic properties, aviation artifacts, or 16 burial sites, consistent with section 6E-43, especially those 17 listed on the Hawaii register of historic places. The proposed 18 project shall not be commenced, or if it has already begun, 19 continued, until the department has given its written 20 concurrence. If:



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1	(1)	The proposed project consists of corridors or large				
2		land areas;				
3	(2)	Access to properties is restricted; or				
4	(3)	Circumstances dictate that construction be done in				
5		stages,				
6	the department may give its written concurrence based on a					
7	phased review of the project; provided that there shall be a					
8	programmatic agreement between the department and the project					
9	applicant that identifies each phase and the estimated timelines					
10	for each	phase.				
11	The	department shall provide written concurrence or non-				
12	concurren	ce within ninety days after the filing of a request				
13	with the	department The agency or officer seeking to proceed				

13 with the department. The agency or officer seeking to proceed 14 with the project, or any person, may appeal the department's 15 concurrence or non-concurrence to the Hawaii historic places 16 review board. An agency, officer, or other person who is 17 dissatisfied with the decision of the review board may apply to 18 the governor, who may take action as the governor deems best in 19 overruling or sustaining the department.

20 (b) The department of Hawaiian home lands, prior to any21 proposed project relating to lands under its jurisdiction, shall





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1	consult w	vith t	the department regarding the effect of the project	
2	upon historic property or a burial site.			
3	(c)	The	State, its political subdivisions, agencies, and	
4	officers	shall	report to the department the finding of any	
5	historic	prope	rty during any project and shall cooperate with	
6	the department in the investigation, recording, preservation,			
7	and salvage of the property.			
8	(d)	The	department may retain a third-party consultant to	
9	conduct t	he re	view described under subsection (a) if:	
10	(1)	The	proposed project is being undertaken to provide	
11		<u>affo</u>	rdable housing;	
12	(2)	Afte	r an initial evaluation, the department determines	
13		that	<u>:</u>	
14		<u>(A)</u>	It is not able to provide its written concurrence	
15			or non-concurrence within sixty days of the	
16			filing of the request with the department;	
17		(B)	The third-party consultant has the qualifications	
18			and experience required pursuant to subsection	
19			(e) to conduct the review; and	
20		<u>(C)</u>	The third-party consultant will be required by	
21			contract to provide a recommendation to the	



1		department within thirty days of the filing of
2		the request with the department; and
3	(3)	The project proponent provides to the department the
4		funds to pay for the contract with the third-party
5		consultant. The department shall deposit the fees
6		paid into the Hawaii historic preservation special
7		fund and expend monies from the special fund to pay
8		for the contract with the third-party consultant.
9	The depar	tment shall obtain the approval of the appropriate
10	island bu	rial council ànd aha moku council prior to retaining
11	the servi	ces of the third-party consultant.
12	<u>(e)</u>	Whenever the department retains any third party,
13	including	an architect, engineer, archaeologist, planner, or
14	other per	son to review an application for a permit, license, or
15	approval	under subsection (d), the third party shall meet the
16	education	al and experience standards and the qualifications for
17	preservat	ion professionals established pursuant to rules adopted
18	by the st	ate historic preservation division.
19	[ <del>-(d)-</del>	] <u>(f)</u> The department shall adopt rules in accordance
20	with chap	ter 91 to implement this section."

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1 SECTION 3. Section 6E-10, Hawaii Revised Statutes, is 2 amended to read as follows: "§6E-10 Privately owned historic property. (a) 3 Before 4 any construction, alteration, disposition, or improvement of any 5 nature, by, for, or permitted by a private landowner may be 6 commenced [which] that will affect [an] a historic property on 7 the Hawaii register of historic places, the landowner shall 8 notify the department of the construction, alteration, 9 disposition, or improvement of any nature and allow the 10 department opportunity for review of the effect of the proposed 11 construction, alteration, disposition, or improvement of any 12 nature on the historic property. The proposed construction, 13 alteration, disposition, or improvement of any nature shall not 14 be commenced, or in the event it has already begun, continue, 15 until the department shall have given its concurrence or ninety 16 days have elapsed. Within ninety days after notification, the 17 department shall:

18 (1) Commence condemnation proceedings for the purchase of
19 the historic property if the department and property
20 owner do not agree upon an appropriate course of
21 action;



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1 (2) Permit the owner to proceed with the owner's 2 construction, alteration, or improvement; or 3 (3) In coordination with the owner, undertake or permit 4 the investigation, recording, preservation, and 5 salvage of any historical information deemed necessary 6 to preserve Hawaiian history, by any qualified agency 7 for this purpose.

8 (b) Nothing in this section shall be construed to prevent
9 the ordinary maintenance or repair of any feature in or on an
10 historic property that does not involve a change in design,
11 material, or outer appearance or change in those characteristics
12 [which] that qualified the historic property for entry onto the
13 Hawaii register of historic places.

(c) Any person, natural or corporate, who violates the provisions of this section shall be fined not more than \$1,000, and each day of continued violation shall constitute a distinct and separate offense under this section for which the offender may be punished.

(d) If funds for the acquisition of needed property are
not available, the governor may, upon the recommendation of the
department, allocate from the contingency fund an amount

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1	sufficien	t to	acquire an option on the property or for the	
2	immediate	ate acquisition, preservation, restoration, or operation		
3	of the property.			
4	<u>(e)</u>	The	department may retain a third-party consultant to	
5	conduct t	he re	view described under subsection (a) if:	
6	(1)	The construction, alteration, disposition, or		
7		improvement is being undertaken to provide affordable		
8		hous	ing;	
9	(2)	Afte	r an initial evaluation, the department determines	
10		that	<u>:</u>	
11		<u>(A)</u>	It is not able to provide its written concurrence	
12			or non-concurrence within sixty days of the	
13			landowner's notification of construction,	
14			alteration, disposition, or improvement;	
15		<u>(B)</u>	The third-party consultant has the qualifications	
16			and experience required pursuant to subsection	
17			(f) to conduct the review; and	
18		(C)	The third-party consultant will be required by	
19			contract to provide a recommendation to the	
20			department within thirty days of the landowner's	

1	notification of construction, alteration,
2	disposition, or improvement; and
3	(3) The project proponent provides to the department the
4	funds to pay for the contract with the third-party
5	consultant. The department shall deposit the fees
6	paid into the Hawaii historic preservation special
7	fund and expend monies from the special fund to pay
8	for the contract with the third-party consultant.
9	The department shall obtain the approval of the appropriate
10	island burial council and aha moku council prior to retaining
11	the services of the third-party consultant.
12	(f) Whenever the department retains any third party,
13	including an architect, engineer, archaeologist, planner, or
14	other person, to review an application for a permit, license, or
15	approval under subsection (e), the third party shall meet the
16	educational and experience standards as well as the
17	qualifications for preservation professionals established
18	pursuant to rules adopted by the state historic preservation
19	division.
20	[ <del>(e)</del> ] <u>(g)</u> The department <u>or third-party consultant</u> , as
21	applicable, may enter, solely in performance of [its] the

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1 department's official duties and only at reasonable times, upon 2 private lands for examination or survey thereof. Whenever any 3 member of the department or the department's third-party 4 consultant, as applicable, who is duly authorized to conduct 5 investigations and surveys of [an] a historic or cultural nature 6 determines that entry onto private lands for examination or 7 survey of historic or cultural finding is required, the 8 department or the department's third-party consultant, as 9 applicable, shall give written notice of the finding to the 10 owner or occupant of such property at least five days prior to 11 entry. If entry is refused, the member or the department's 12 third-party consultant, as applicable, may make a complaint to 13 the district environmental court in the circuit in which such 14 land is located. The district environmental court may thereupon 15 issue a warrant, directed to any police officer of the circuit, 16 commanding the officer to take sufficient aid, and, being 17 accompanied by a member of the department  $[\tau]$  or the department's 18 third-party consultant, as applicable, between the hours of 19 sunrise and sunset, allow the member of the department or the department's third-party consultant, as applicable, to examine 20 21 or survey the historic or cultural property."

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SECTION 4. Section 6E-42, Hawaii Revised Statutes, is
 amended to read as follows:

3 "§6E-42 Review of proposed projects. (a) Except as 4 provided in section 6E-42.2, before any agency or officer of the 5 State or its political subdivisions approves any project 6 involving a permit, license, certificate, land use change, 7 subdivision, or other entitlement for use[7-which] that may 8 affect historic property, aviation artifacts, or a burial site, 9 the agency or office shall advise the department, and prior to 10 any approval, allow the department an opportunity for review and 11 comment on the effect of the proposed project on historic 12 properties, aviation artifacts, or burial sites, consistent with section 6E-43, including those listed in the Hawaii register of 13 14 historic places. If:

- 15 (1) The proposed project consists of corridors or large16 land areas;
- 17 (2) Access to properties is restricted; or

18 (3) Circumstances dictate that construction be done in19 stages,

20 the department's review and comment may be based on a phased 21 review of the project; provided that there shall be a

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1	programma	tic a	greement between the department and the project
2	applicant	that	identifies each phase and the estimated timelines
3	for each	phase	
4	(b)	The	department shall inform the public of any project
5	proposals	subm	itted to it under this section that are not
6	otherwise	subj	ect to the requirement of a public hearing or
7	other pub	lic n	otification.
8	(c)	The	department may retain a third-party consultant to
9	conduct th	ne re	view described under subsection (a) if:
10	(1)	The	project is being undertaken to provide affordable
11		hous	ing;
12	(2)	Afte	r an initial evaluation, the department determines
13		that	<u>:</u>
14		(A)	It is not able to provide its written concurrence
15			or non-concurrence within sixty days of being
16			advised of the project pursuant to subsection
17			<u>(a);</u>
18		<u>(B)</u>	The third-party consultant has the qualifications
19			and experience required pursuant to subsection
20			(d) to conduct the review; and

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1		(C)	The third-party consultant will be required by
2			contract to provide a recommendation to the
3			department within thirty days of being advised of
4			the project pursuant to subsection (a); and
5	(3)	The	project proponent provides to the department the
6		fund	s to pay for the contract with the third-party
7		cons	ultant. The department shall deposit the fees
8		paid	into the Hawaii historic preservation special
9		fund	and expend monies from the special fund to pay
10		for	the contract with the third-party consultant.
11	The depar	tment	shall obtain the approval of the appropriate
12	island bu	rial'	council and aha moku council prior to retaining
13	the servi	ces o	f the third-party consultant.
14	<u>(d)</u>	When	ever the department retains any third party,
15	including	an a	rchitect, engineer, archaeologist, planner, or
16	other per	son t	o review an application for a permit, license, or
17	approval	under	subsection (c), the third party shall meet the
18	education	al an	d experience standards and the qualifications for
19	preservat.	ion p	rofessionals established pursuant to rules adopted
20	by the st	ate h	istoric preservation division.

1 [(c)] (e) The department shall adopt rules in accordance 2 with chapter 91 to implement this section." 3 SECTION 5. This Act does not affect rights and duties that 4 matured, penalties that were incurred, and proceedings that were 5 begun before its effective date. 6 SECTION 6. Statutory material to be repealed is bracketed 7 and stricken. New material is underscored. 8 SECTION 7. This Act shall take effect on June 30, 3000, 9 and shall be repealed on July 1, 2028, and sections 6E-8, 6E-10, 10 and 6E-42, Hawaii Revised Statutes, shall be reenacted in the 11 form in which they read on the day before the effective date of 12 this Act.

#### Report Title:

Historic Preservation; Historic Property; State Historic Preservation Division; Third-party Review; Affordable Housing

#### Description:

Adds a definition for "affordable housing" and amends the definition of "historic property" used in the State's historic preservation program. Allows the State Historic Preservation Division to contract its historic reviews to third-party consultants under certain conditions, including that the project is being undertaken to provide affordable housing and the project proponent pays for the department to contract the consultant. Sunsets 7/1/2028. Effective 6/30/3000. (HD2)

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

