# A BILL FOR AN ACT

RELATING TO HAWAIIAN HOME LANDS.

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

1	SECTION 1. This Act shall be known and may be cited as the
2	"Hawaiian Home Lands Preservation Act".
3	SECTION 2. The Hawaiian Homes Commission Act, 1920, as
4	amended, is amended by adding a new section to title 2 to be
5	appropriately designated and to read as follows:
6	" <u>§</u> . Beneficiaries on waiting list; successors.
7	Notwithstanding any provision of this Act to the contrary, a
8	living beneficiary's place on the department of Hawaiian home
9	lands' waiting list for any residential, agricultural, or
10	pastoral tract available pursuant to this Act may be designated
11	for transfer to a successor if the living beneficiary dies
12	before receiving an offer for a tract; provided that the
13	successor shall be native Hawaiian. The department of Hawaiian
14	home lands shall implement this provision at the sole discretion
15	of the commission."



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SECTION 3. Section 207, Hawaiian Homes Commission Act,
1920, as amended, is amended by amending subsection (a) to read
as follows:

"(a) The department is authorized to lease to native 4 5 Hawaiians or qualified application successors the right to the use and occupancy of a tract or tracts of Hawaiian home lands 6 7 within the following acreage limits per each lessee: (1) not 8 more than forty acres of agriculture lands or lands used for 9 aquaculture purposes; or (2) not more than one hundred acres of 10 irrigated pastoral lands and not more than one thousand acres of 11 other pastoral lands; or (3) not more than one acre of any class of land to be used as a residence lot; provided that in the case 12 13 of any existing lease of a farm lot in the Kalanianaole 14 Settlement on Molokai, a residence lot may exceed one acre but 15 shall not exceed four acres in area, the location of such area 16 to be selected by the department; provided further that a lease 17 granted to any lessee may include two detached farm lots or 18 aquaculture lots, as the case may be, located on the same island 19 and within a reasonable distance of each other, one of which, to 20 be designated by the department, shall be occupied by the lessee 21 as the lessee's home, the gross acreage of both lots not to



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1	exceed the maximum acreage of an agricultural, pastoral, or		
2	aquacultural lot, as the case may be, as provided in this		
3	section."		
4	SECTION 4. Section 208, Hawaiian Homes Commission Act,		
5	1920, as amended, is amended to read as follows:		
6	"§208. Conditions of leases. Each lease made under the		
7	authority granted the department by section 207 of this Act, and		
8	the tract in respect to which the lease is made, shall be deemed		
9	subject to the following conditions, whether or not stipulated		
10	in the lease:		
11	(1) The original lessee shall be a native Hawaiian[ $_{ au}$ ] or a		
12	qualified application successor, not less than		
13	eighteen years of age. In case two lessees either		
14	original or in succession marry, they shall choose the		
15	lease to be retained, and the remaining lease shall be		
16	transferred, quitclaimed, or canceled in accordance		
17	with the provisions of succeeding sections $[-]$ ;		
18	(2) The lessee shall pay a rental of \$1 a year for the		
19	tract and the lease shall be for a term of ninety-nine		
20	years; except that the department may extend the term		
21	of any lease; provided that the approval of any		



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1		extension shall be subject to the condition that the
2		aggregate of the initial ninety-nine year term and any
3		extension granted shall not be for more than one
4		hundred ninety-nine years[+];
5	(3)	The lessee may be required to occupy and commence to
6		use or cultivate the tract as the lessee's home or
7		farm or occupy and commence to use the tract for
8		aquaculture purposes, as the case may be, within one
9		year after the commencement of the term of the
10		lease[-];
11	(4)	The lessee thereafter, for at least such part of each
12		year as the department shall prescribe by rules, shall
13		occupy and use or cultivate the tract on the lessee's
14		own behalf[-];
15	(5)	The lessee shall not in any manner transfer to, or
16		otherwise hold for the benefit of, any other person or
17		group of persons or organizations of any kind, except
18		a native Hawaiian or Hawaiians, and then only upon the
19		approval of the department, or agree so to transfer,
20		or otherwise hold, the lessee's interest in the tract;
21		except that the lessee, with the approval of the

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1 department, also may transfer the lessee's interest in 2 the tract to the following qualified relatives of the 3 lessee who are at least one-quarter Hawaiian: husband, wife, child, or grandchild. A lessee who is at least 4 5 one-quarter Hawaiian who has received an interest in the tract through succession or transfer may, with the 6 7 approval of the department, transfer the lessee's 8 leasehold interest to a brother or sister who is at 9 least one-quarter Hawaiian. Such interest shall not, 10 except in pursuance of such a transfer to or holding 11 for or agreement with a native Hawaiian or Hawaiians 12 or qualified relative who is at least one-quarter 13 Hawaiian approved of by the department or for any 14 indebtedness due the department or for taxes or for 15 any other indebtedness the payment of which has been 16 assured by the department, including loans from other 17 agencies where such loans have been approved by the 18 department, be subject to attachment, levy, or sale 19 upon court process. The lessee shall not sublet the 20 lessee's interest in the tract or improvements 21 thereon; provided that a lessee may be permitted, with

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1	•	the approval of the department, to rent to a native
2		Hawaiian or Hawaiians, lodging either within the
3		lessee's existing home or in a separate residential
4		dwelling unit constructed on the premises[ $ extsf{-}$ ];
5	(6)	Notwithstanding the provisions of paragraph (5), the
6		lessee, with the consent and approval of the
7		commission, may mortgage or pledge the lessee's
8		interest in the tract or improvements thereon to a
9		recognized lending institution authorized to do
10		business as a lending institution in either the State
11		or elsewhere in the United States; provided the loan
12	•	secured by a mortgage on the lessee's leasehold
13		interest is insured or guaranteed by the Federal
14		Housing Administration, Department of Veterans
15		Affairs, or any other federal agency and their
16		respective successors and assigns, which are
17		authorized to insure or guarantee such loans, or any
18		acceptable private mortgage insurance as approved by
19		the commission. The mortgagee's interest in any such
20		mortgage shall be freely assignable. Such mortgages,



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1 to be effective, must be consented to and approved by 2 the commission and recorded with the department. 3 Further, notwithstanding the authorized purposes of loan limitations imposed under section 214 of this 1 5 Act and the authorized loan amount limitations imposed 6 under section 215 of this Act, loans made by lending 7 institutions as provided in this paragraph, insured or 8 guaranteed by the Federal Housing Administration, 9 Department of Veterans Affairs, or any other federal 10 agency and their respective successors and assigns, or 11 any acceptable private mortgage insurance, may be for 12 such purposes and in such amounts, not to exceed the 13 maximum insurable limits, together with such 14 assistance payments and other fees, as established 15 under section 421 of the Housing and Urban Rural 16 Recovery Act of 1983 which amended Title II of the National Housing Act of 1934 by adding section 247, 17 18 and its implementing regulations, to permit the 19 Secretary of Housing and Urban Development to insure 20 loans secured by a mortgage executed by the homestead 21 lessee covering a homestead lease issued under section

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1		207(a) of this Act and upon which there is located a	
2		one to four family single family residence $[-;]$	
3	(7)	The lessee shall pay all taxes assessed upon the tract	
4	·	and improvements thereon. The department may pay such	
5		taxes and have a lien therefor as provided by section	
6		216 of this Act[-]; and	
7	(8)	The lessee shall perform such other conditions, not in	
8		conflict with any provision of this Act, as the	
9		department may stipulate in the lease; provided that	
10		an original lessee shall be exempt from all taxes for	
11		the first seven years after commencement of the term	
12		of the lease."	
13	SECT	ION 5. This Act does not affect rights and duties that	
14	matured, ]	penalties that were incurred, and proceedings that were	
15	begun befo	pre its effective date.	
16	SECTION 6. The provisions of the amendments made by this		
17	Act to the	e Hawaiian Homes Commission Act, 1920, as amended, are	
18	declared t	to be severable, and if any section, sentence, clause,	
19	or phrase, or the application thereof to any person or		
20	circumstances, is held ineffective because there is a		
21	requiremen	nt of having the consent of the United States Congress	



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to take effect, then the portion of this Act requiring consent shall only take effect upon the granting of consent by the United States Congress and effectiveness of the remainder of these amendments or the application thereof shall not be affected.

6 SECTION 7. Statutory material to be repealed is bracketed7 and stricken. New statutory material is underscored.

8 SECTION 8. This Act shall take effect on April 14, 2112.





#### Report Title:

DHHL; Hawaiian Home Lands Preservation Act; Waiting List; Successors

#### Description:

Provides that a living beneficiary's place on the Department of Hawaiian Home Land's waiting list for any residential, agricultural or pastoral tract may be designated for transfer to a successor if the living beneficiary dies before receiving an offer for a tract; provided that the successor shall be native Hawaiian, as that term is defined in the Hawaiian Homes Commission Act. Effective 4/14/2112. (HD1)

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

