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

SYLVIA LUKE LIEUTENANT GOVERNOR | KA HOPE KIA'ĂINA





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, HI 96809

Testimony of DAWN N. S. CHANG Chairperson

Before the Senate Committee on WATER AND LAND

Wednesday, March 13, 2024 01:00PM State Capitol Room 229 & Via Videoconference

In consideration of HOUSE BILL 2261 HOUSE DRAFT 2 RELATING TO HISTORIC PRESERVATION

House Bill 2261 House Draft 2 proposes to amend the definition of historic property in Section 6E-2, Hawaii Revised Statutes (HRS), to require that the property be listed in the Hawaii or National Register of Historic Places or built before August 21, 1959. The Department of Land and Natural Resources (Department) offers comments and concerns.

The Department believes that the current definition of historic property in Section 6E-2, HRS, which relies solely on age, should be amended. The Department believes, however, that the proposed amended definition in this measure is deeply problematic.

Only a tiny fraction of properties is listed in either the Hawaii or National Registers. The State has never conducted a statewide inventory, assessment, and program of listing significant properties, consequently the Hawaii Register includes only tiny portion of Hawaii's historic buildings, and an even much smaller portion of Hawai'i's significant archaeological and cultural sites. The State has relied on individual property owners or a handful of dedicated preservationists to initiate the listing process. The listing process itself is time consuming. The decision on whether to list a property in the Hawaii Register is made by the Hawai'i Historic Places Review Board, which meets four times a year. The proposed amended definition will limit the number of properties that will need to be considered in project planning, as well as reduce the number of properties eligible for proactive preservation benefit such as county real

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 CASTAL LANDS CONSERVATION AND RESOURCES ENFORCEMENT ENGINEERING FORESTRY AND WILDLIFE HISTORIC PRESERVATION KAHOOLAWE ISLAND RESERVE COMMISSION LAND STATE PARKS estate tax relief or the Hawai`i's Historic Tax Credit for qualifying rehabilitation projects carried out on historic buildings, including private residences.

Setting the age criterion to a fixed date means that over time the gap between what is genuinely historic and what can be considered eligible for the register increases year-by-year. Furthermore, the federal rule of thumb is 50-years for the purposes of the National Historic Preservation Program and the National Register. Having a different date for Chapter 6E, HRS, will create unnecessary confusion due to the mismatch been the State and federal program. It also puts Hawaii out of step with the rest of the U.S. Furthermore, the confusion will be greatest for projects using federal funds or requiring federal approvals, where the Federal 50-year rule of thumb applies, and eligibility for the National Register not actual listing is required. The proposed amended definition will also limit the income producing buildings that might qualify for the federal Historic Tax Credit.

The Department strongly prefers the amended definition of historic property proposed in Senate Bill 2129 Senate Draft 2. Senate Bill 2129 Senate Draft 2 proposes amending the definition of historic property in a manner that avoids the problems cited above for House Bill 2261 House Draft 2. That measure does not rely on age as the sole criterion defining historic property. It does not require listing in the Hawaii or National Registers, which represent only a small fraction of the Hawai`i's truly historic places. Crucially, it sets forth specific criteria for historic property that relies on association with historically significant events or trends, people, architectural distinction, or archaeological or cultural significance. The Department notes that proposed amended definition closely mirrors the definition of significance found in chapters 13-275 and 13-284 Hawaii Administrative Rules, which is already applied to every project subject to review by the Department under 6E-8 or 6E-42 HRS.

Finally, the Department reminds the Committee that the Legislature exempted privately-owned singlefamily dwellings and town homes that are not listed or in a designated historic district from section 6E-42, HRS, review. The amended definition proposed in this measure will not provide relief to the owners of such properties; the Legislature granted that relief in 2016.

Mahalo for the opportunity to provide testimony on this measure.



HB2261 HD2 RELATING TO HISTORIC PRESERVATION House Committee on Water & Land

March 13, 2024	1:00 PM	Conference Room 229
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The Office of Hawaiian Affairs (OHA) <u>OPPOSES HB2261 HD2</u>, which would amend the definition of "historic property" to require that any building, structure, object, district, area, or site, including heiau and underwater sites be on the Hawai'i or National Register of Historic Places (HRHP or NRHP) or have been built before August 21, 1959. The measure would effectively eliminate most sites from historic preservation related protections under Hawai'i Revised Statutes (HRS) Chapter 6E and would be incongruent with Federal historical preservation statutes. **Further, no sites would be able to become historic as we move further into the future unless eligible sites independently went through the process to get on the HRHP or NRHP.**

First, the process to get on the HRHP can take time to get agendized with the Hawai`i Historic Places Review Board and application materials often need to be completed by a historic preservation professional. This timeframe typically exceeds the review period for HRS 6E review. Most historic properties are typically ONLY eligible for the HRHP, but never listed due to the additional processes involved. While such a listing with the HRHP can provide additional tax breaks to the landowner and provide greater awareness of the property's existence during permitting processes, its often too time consuming and sometimes too expensive to complete the process for most owners. For these reasons, OHA believes that the current HRS 6E (State level historic preservation) and National Historic Preservation Act (Federal level historic preservation) processes were designed to only require that properties be eligible for the HRHP or NRHP, respectively, when being considered during the review process. Thus, creating an additional requirement for historic properties to be on the HRHP or NRHP would more than likely eliminate most historic sites from any historic related protections under HRS Chapter 6E.

Second, under the federal-level National Historic Preservation Act (NHPA) properties can either be eligible or on the NRHP and are typically 50 years old or more. As many projects in the State of Hawai'i undergo both HRS 6E and NHPA Section 106 reviews, vast differences in historic property eligibility (as would be prompted by this bill on the State



HB2261 HD2 RELATING TO HISTORIC PRESERVATION House Committee on Water & Land

level) would lead to differences in mitigation options. While differences in State and Federal mitigation options can exist under the current system, these situations are often few and far between. In instances where such differences have occurred, generally there has been some level of unrest among consulting parties and a longer review time ensues due to objections being raised. Thus, if this bill were to become law, OHA believes that more questions and unrest are likely to arise from consulting parties as to why important cultural sites can be protected under Federal law, but not State law.

Generally, OHA has observed that its been somewhat of a rule of thumb to have historic properties be eligible if they are at least 50 years old instead of basing eligibility on a fixed date in time. Essentially, this is done as to not dismiss the possibility that sites can become historic over time. For example, under the proposed bill, a building or cultural site built today would never be able to become eligible for State level historic preservation protections 50 to 100 years from now unless they went through the arduous process of being placed on the HRHP. This is too great a burden and risk that undermines HRS Chapter 6E and even the State of Hawai`i Constitution that recognizes the value of conserving historic and cultural property within the State for the public good.

For the above reasons, OHA calls on this committee to <u>HOLD</u> HB2661 HD2. Mahalo for the opportunity to comment.

RICHARD T. BISSEN, JR. Mayor

JOSIAH K. NISHITA Managing Director





OFFICE OF THE MAYOR COUNTY OF MAUI 200 SOUTH HIGH STREET WAILUKU, MAUI, HAWAI'I 96793 www.mauicounty.gov

- TO: Senator Lorraine R. Inouye, Chair Senator Brandon J.C. Elefante, Vice Chair Committee on Water and Land
- FROM: Richard T. Bissen, Jr., Mayor Kate L.K. Blystone, Acting Planning Director
- DATE: March 9, 2024
- SUBJECT: **OPPOSITION OF HB2261, HD2,** RELATING TO HISTORIC PRESERVATION

Thank you for the opportunity to testify in **OPPOSITION** of this measure. The act changes the definition of "historic property" for purposes of the Historic Preservation Program.

We **OPPOSE** this measure for the following reasons:

Using the date of Hawaii Statehood as the age threshold for the definition of a historic property appears to conflict with existing Federal and state statute. Specifically, the National Park Service (NPS) definition of a historic property is: a district, site, building, structure or object significant in American history, architecture, engineering, archeology or culture at the national, State, or local level. The standard age threshold is 50 years. Fifty years is a general estimate of the time needed to develop historical perspective and to evaluate significance. Generally, properties eligible for listing in the National Register are at least 50 years old. Properties less than 50 years of age must be exceptionally important to be considered eligible for listing. The State of Hawai'i as well as Maui County receives Federal funds and its definitions of historic properties, evaluations of significance, determinations of eligibility and effect must align with Federal statute. The proposed definition's inconsistency with federal codes and guidelines may potentially impact receipt of federal funds.

Further, using the proposed date of Statehood undermines and eliminates the preservation process and the point of preservation. Historic preservation is dynamic and does not end with one single point in time. It requires regular evaluation, updates and reviews to merit consideration of

Senator Lorraine R. Inouye, Chair Senator Brandon J.C. Elefante, Vice Chair Committee on Water and Land March 8, 2024 Page 2

adding to the list of historic properties and history in general. The proposed definition does not account for works of future masters, innovations in architecture that may revolutionize the industry making a significant contribution that in 50 years, should be recognized and preserved in perpetuity.

For the foregoing reasons, we **OPPOSE** this measure.





808-737-4977

1259 A'ala Street, Suite 300 Honolulu, HI 96817

March 13, 2024

The Honorable Lorraine R. Inouye, Chair

Senate Committee on Water and Land State Capitol, Conference Room 229 & Videoconference

RE: House Bill 2261 HD2, Relating to Historic Preservation

HEARING: Wednesday, March 13, 2024, at 1:00 p.m.

Aloha Chair Inouye, Vice Chair Elefante, and Members of the Committee:

My name is Lyndsey Garcia, Director of Advocacy, testifying on behalf of the Hawai'i Association of REALTORS[®] ("HAR"), the voice of real estate in Hawaii and its over 11,000 members. HAR **supports** House Bill 2261 HD2, which amends the definition of "historic property" used in historic preservation laws to only include property listed on the Hawaii or National Register of Historic Places or built before 8/21/1959. Require historic review for proposed projects on existing privately-owned single-family detached dwelling units or townhouses only if the unit or townhouse is historic property. Effective 7/1/3000.

Currently, Hawaii Revised Statutes Chapter 6E, defines a historic property as, "any building, structure, object, district, area or site, including heiau and under water site, which is over fifty years old." With the current definition, the number of homes and buildings that qualify has continued to increase. This can be challenging for homeowners that must comply with the historic preservation review process for permits, even when their properties have no historical significance. For example, homes in Mililani were built in 1968, and homes there can be over 55 years old.

Furthermore, current law can also be challenging for the State Historic Preservation Division, as they will have to review properties simply because the property is over 50 years old, even without historical significance. As such, amending the definition of a historic property to those are either listed on the Hawaii or national register of historic places or predates statehood (August 21, 1959) may help address those challenges.

For the foregoing reasons, the Hawai'i Association of REALTORS[®] supports this measure. Mahalo for the opportunity to testify.





March 11, 2024

Senator Lorraine Inouye, Chair Senator Brandon Elefante, Vice Chair Committee on Water and Land

RE: **HB 2261 HD2 - Relating to Historic Preservation** Hearing date: March 13, 2024 at 1:00PM

Aloha Chair Inouye, Vice Chair Elefante, and members of the committees,

Mahalo for the opportunity to submit testimony on behalf of NAIOP Hawaii in **STRONG SUPPORT** of HB 2261 HD2. NAIOP Hawaii is the local chapter of the nation's leading organization for office, industrial, retail, residential and mixed-use real estate. NAIOP Hawaii has over 200 members in the State including local developers, owners, investors, asset managers, lenders, and other professionals.

HB 2261 HD2 amends the definition of "Historic Property" to include any building, structure, objects, district, areas, or sites including heiau that is on the Hawaii register of historic places or predates Statehood Day, August 21, 1959. The intent of the measure is to promote more timely reviews of projects conducted by the Department of Land and Natural Resources (DLNR), State Historic Preservation Division (SHPD) by narrowing the scope of projects which require review while preserving historic properties which meet the criteria to be on the historic register or predate Statehood Day.

Currently, the backlog of historic reviews is encumbering permits throughout the state. Reviews by SHPD are significantly slowing down the permitting process adding costs and delays to a substantial number of projects. Consequently, much needed housing, economic development, and critical infrastructure projects often face significant delays in permit approvals and project implementation. These delays result in decreased economic and construction activity and delivery of housing units.

Ultimately, the issue at hand is that far too many projects are being sent to SHPD for review that do not qualify as historic under any reasonable interpretation associated with historic importance. Nearly half of Oahu's housing stock is 50 years old including projects built in the 60s and 70s which should not be deemed historic based on age alone.

NAIOP understands the great importance that these reviews hold in preservation of Hawaii's historic sites, however, a balance needs to be found to: 1) reduce overwhelming volume of reviews placed on an understaffed department; and 2) allow SHPD staff to focus on properties of true historic significance. Primarily, requiring buildings and structures to be on the historic

Senator Lorraine Inouye Senator Brandon Elefante March 11, 2024 Page 2

register to be deemed "historic property" adequately balances the need for the preservation of truly historic properties while allowing non historic properties to move forward with vital housing and infrastructure. The process for getting onto the Hawaii historic register will allow properties to be vetted through a process which requires multiple criteria to be deemed historic without the property automatically triggering the need for separate SHPD review and overburdening the department. This revised definition still will allow of historic properties to be protected, and third parties to register a given property for protection, provided they meet the criteria to be deemed historic on the register.

Moreover, setting a date for properties to be deemed historic will establish a clear date for SHPD to determine whether review is triggered. This amendment would be unambiguous, clear and prevent future portions of Hawaii's housing stock from triggering the need for review just because the structure has become 50 years old. This would address DLNR's concerns noted in their testimony while preserving the intent of the bill. NAIOP Hawaii looks forward to working together with stakeholders to find the right language to balance the concerns being addressed in this bill.

NAIOP greatly supports this measure to identify a solution to the significant backlog of much needed projects awaiting SHPD review. Ultimately, HB 2261 HD2 addresses a critical issue in the development of more affordable housing and critical infrastructure for Hawaii residents. NAIOP appreciates the Legislature's commitment to collaborating on this issue and look forward to working together.

Mahalo for your consideration,

TR

Reyn Tanaka, President NAIOP Hawaii



335 Hahani Street #342132 * Kailua, HI 96734 * Phone/Fax (808) 262-0682 E-Mail: htt3000@gmail.com

March 13, 2024

<u>COMMITTEE ON WATER AND LAND</u> Senator Lorraine r. Inouye, Chair Senator Brandon J. C. Elefante, Vice Chair Committee Members

HB 2261 HD2 RELATING TO HISTORIC PRESERVATION

Hawaii's Thousand Friends, a statewide non-profit water and land use planning organization dedicated to protecting the environment, human health, and cultural and natural resources opposes HB 2261 HD2 that amends the definition of historic property.

The legislative finding that *Hawaii has an urgent need to increase its housing supply to address the pressing demand for residential units* is not necessarily true for Oahu.

Oahu's Department of Planning and Permitting 's 2023 Land Use on Oahu Annual Report states that of the **known projects**, 33% have been built as of 2021, totaling 40,356 units leaving a capacity of **80,225 units remaining to be built** on Oahu as of 2021. (Emphasis added)

- Primary Urban Center remaining capacity is 30,752 units.
- Ewa remaining capacity is 28,920 units.
- Ala Moana/Kakaako remaining capacity is 13,751 units.
- Kapolei East in Ewa remaining capacity is 11,313 units.
- Waiawa in Central Oahu remaining capacity is 12,609 units.

Changing the definition of "historic property" from 50 years to 100 years does not only apply to houses and other structures but includes *aviation artifact, burial sites,' iwi, heiau* and *underwater sites*.

Will the change from 50 years to 100 years require assurance that `iwi, heiau, artifacts etc. are over 100 years old?

The State Constitution not only recognizes the value of conserving,,,historic and cultural property...for the public good but declares that the historic and cultural heritage of the State is among its important assets and that the rapid social and economic developments of contemporary society threaten to destroy the remaining vestiges of this heritage.

Hawaii's Thousand Friends urges the committee to not hasten the demise of Hawaii's antiquities and hold this bill in committee.



Celebrating 50 Years of Preserving Hawai'i's Places

680 Iwilei Road Suite 690, Honolulu HI 96817 • (808) 523-2900 • preservation@historichawaii.org • www.historichawaii.org

TO: Senator Lorraine R. Inouye, Chair Senator Brandon J.C. Elefante, Vice Chair Committee on Water and Land (WTL)
FROM: Kiersten Faulkner, Executive Director Historic Hawai'i Foundation
Committee: Wednesday, March 13, 2024 1:00 p.m. Via Video Conference and Conference Room 229
DE: UR 2261 UD 2 Polating to Historic Processitie

RE: HB 2261 HD 2, Relating to Historic Preservation

On behalf of Historic Hawai'i Foundation (HHF), I am writing in opposition to HB 2261 HD 2.

The bill would amend Hawai'i Revised Statutes §6E-2 to revise the definition of "historic property" to include only those properties that were constructed prior to Hawaii's admission as the 50th State in August 1959 and any properties currently listed in the Hawai'i register of historic places.

If passed, the measure would deny the historic significance of any person, event or design/construction achievement in Hawai'i after 1959, essentially signaling that the official policy of the State Legislature is that history ended with Statehood.

This posture would be a great disservice to the many important achievements and events that are part of Hawai'i's past. It would deny many property owners the opportunity to participate in voluntary preservation programs, including nominating properties to be listed in the Hawai'i Register of Historic Places, applying for preservation grants and tax credits, gaining public recognition and status for important people and events.

DISPROPORTIONAL IMPACT AND EQUITY CONCERNS

The proposed change would have a disproportionate outcome and adverse effect on properties associated with women, people of color and less affluent groups. In recent decades, there have been deliberate and methodical attempts to diversify the National and the Hawai'i Registers of Historic Places to include underrepresented groups and untold stories in order to include the full history of both the state and the nation.

Historic Hawai'i Foundation is a statewide nonprofit organization established in 1974 to encourage the preservation of historic buildings, sites, structures, objects and districts on all the islands of Hawai'i. As the statewide leader for historic preservation, HHF works to preserve Hawai'i's unique architectural and cultural heritage and believes that historic preservation is an important element in the present and future quality of life, environmental sustainability and economic viability of the state.

As many of those individuals and communities did not have the opportunities available to them in earlier eras, it is only now that their stories and sites are becoming known. The proposed hard cutoff of 1959 places an unnecessary barrier and penalizes historically marginalized communities from recognition of their historic significance and contributions to Hawai'i and the nation. It is notable that the proposed date occurs prior to some of the most impactful social movements of the 20th century, including the Civil Rights Movement and the Environmental Movement, as well as important technological achievements and major historic milestones.

HHF offers a few examples to illustrate this concern:

• The era from the late 1960s through the 1970s is often called the **Hawaiian Cultural Renaissance** due to the movement that brought renewed focus on Hawaiian language, music, hula, ocean wayfaring and widespread discussions of native Hawaiian identity and culture.

This period included such notable historic events as the construction of the **Hōkūle**'a and her first voyage to Tahiti in 1976. It also includes the actions of the **Protect Kaho**'olawe 'Ohana which filed suit to stop the Navy's use of Kaho'olawe for bombardment and training, and pioneered the use of the then-new environmental protection laws for cultural resource protection.

The living culture of Hawai'i is ongoing and continuously relevant; it did not end in 1778, it did not end in 1893 and it did not end in 1959. The bill is deeply problematic in its proposal that the State of Hawai'i deny this living culture and negate the opportunity to recognize historic significance of places associated with it.

- The childhood home of U.S. President Barack Obama—Punahou Circle Apartments—was constructed in 1965. The future president lived there from 1971 to 1979. The homes of every U.S. President since George Washington have been acknowledged for their historic significance and steps taken to ensure their preservation. Under the proposed bill, Hawai'i would disavow the significance of this location and its association with an important person in history merely because it occurred after statehood.
- Many of Hawaii's most **notable architects, artists and designers** did outstanding work between 80 and 30 years ago. Many of the buildings, structures and artworks from this period have only recently become recognized and valued. A few of those who are only now coming into wider public awareness are listed below.

Many of their works still need to be added to the Hawai'i Inventory of Historic Properties and evaluated for eligibility for the state register for design, engineering and construction significance. Under the proposed definition of historic property, many of them would remain obscure or ignored by the official historic preservation program of the State.

• **Ray Akagi** was a draftsman in the 1930s with C.W. Dickey, Hart Wood and Guy Rothwell. He became a licensed architect in 1947 and operated his office until 1971. He designed the Buck Toy Society Hall on Vineyard Avenue, Niu Valley Elementary School, and a number of churches for the

Historic Hawai'i Foundation is a statewide nonprofit organization established in 1974 to encourage the preservation of historic buildings, sites, structures, objects and districts on all the islands of Hawai'i. As the statewide leader for historic preservation, HHF works to preserve Hawai'i's unique architectural and cultural heritage and believes that historic preservation is an important element in the present and future quality of life, environmental sustainability and economic viability of the state.

Roman Catholic Church, including Holy Family on Hickam Air Force Base, St. Peter and Paul in Honolulu, and St. Anthony's in Kailua;

- Juliette May Fraser was a talented painter, muralist and printmaker who received a WPA commission in 1934 to prepare murals for the Hawai'i State Library. Her other works can be seen at the Board of Water Supply and Ben Parker School in Kāne'ohe.
- Hego Fuchino opened his engineering office in Honolulu in 1919. Shortly after the bombing of Pearl Harbor, Fuchino was arrested and sent to an internment camp in Wisconsin where he was held for five years. With his release he returned to Hawai'i and reopened his office. Major works prior to the war include the Makiki Christian Church and the Izumo Taishakyo Mission. In 1947 he entered into partnership with Robert Katsuyoshi, which lasted until Fujino's death. The Soto Zen Mission on Nu'uanu Avenue and the Waipahu Hongwanji are among his noteworthy post-war designs.
- Ernest Hideo Hara opened his architectural firm in 1945. He designed a number of apartments and hotels, including the Queen Kapi'olani (1968), Waikīkī Grand (1962), Hilo Hawaiian (1976), and the Waikīkī Shopping Plaza (1975). He was a founding member of Central Pacific Bank and served on its board from 1954-1980. In 1969 he was the first person of Asian descent appointed to Punahou School's Board of Trustees.
- Erica Karawina was a renowned stained-glass artist whose works adorn many churches, businesses and public buildings. She came to Honolulu in 1949 and created dozens of stained-glass murals. Her works include the windows in the Kalanimoku Building, St. Anthony's in Kailua, Mānoa Valley Church, Wesley Methodist Church, and St. John's Episcopal Church in Kula, Maui.
- **Stephen Oyakawa** was born in Hawai'i and worked for Frank Lloyd Wright from 1944 until 1959. His works include the 'Aiea Library, Liliha Library, Līhu'e Library, the Hale Aloha complex of four round dormitories at the University of Hawai'i.
- **Kenneth Sato** was born on the North Shore of O'ahu, graduated from McKinley High School, and received a degree in civil engineering from the University of Hawai'i in 1930. He owned the Kewalo Steel Company and designed a number of churches, apartments, and low-rise commercial buildings. He also worked on a number of public schools and bridges for the Territory of Hawai'i.

These are only a few of the events, people and design achievements that are important to the history of Hawai'i that have occurred less than 60 years ago but that nevertheless need to be included in Hawai'i's historic preservation program.

CONTEXT AND ADDITIONAL CONCERNS

Currently, HRS §6E-2 defines historic properties as any building, structure, object, district, area, or site, including heiau and underwater site, which is over 50 years old. HHF is concerned that the bill would deny the significance of Hawai'i's own history and will disadvantage numerous properties that are important to the history and culture of Hawai'i.

Historic Hawai'i Foundation is a statewide nonprofit organization established in 1974 to encourage the preservation of historic buildings, sites, structures, objects and districts on all the islands of Hawai'i. As the statewide leader for historic preservation, HHF works to preserve Hawai'i's unique architectural and cultural heritage and believes that historic preservation is an important element in the present and future quality of life, environmental sustainability and economic viability of the state.

HHF notes that the preamble for the bill that sets out the purpose and need focuses on historic preservation only as a process of project review and comment. It does not take into account the many other purposes that a community may wish to identify and honor its heritage. These include providing education, enjoyment, economic development, heritage tourism, community pride and inspiration in a spirit of stewardship and trusteeship for present and future generations.

If the concern is that the review and compliance system is not working appropriately, then solutions should focus on that issue. They should not deny the historic significance or access to preservation programs for unrelated benefits. Rather than attempt to redefine what makes a property historic, revised Administrative Rules to address shortcomings in the review process, along with adequate funding and staffing to implement the procedures, would be more effective and efficient, without simultaneously disavowing the history and heritage sites of Hawai'i's communities and peoples.

Under the current system, properties must be at least 50 years old even to be considered for listing on the Hawai'i Register of Historic Places and for the Hawai'i Historic Places Review Board to determine if the nominations demonstrate eligibility. **Under this bill, the State would not be able to accept and approve new nominations to list properties to the State Register if such property was built or acquired its historic significance after 1959**.

It would also be a departure from the criteria for listing on the National Register of Historic Places, which uses the 50-year age as a rule of thumb, but includes additional criteria of historic significance and integrity to evaluate all properties, of any age, in determining eligibility.

The changed criteria would create a discrepancy between State and Federal programs, which would introduce conflicts for any State project that uses federal funds or requires federal land, permit, license or approval. This includes the federal tax credit for rehabilitation of historic properties, which provides affordable housing and other economic development benefits. It also includes many affordable housing projects that require approval or financing through the U.S. Department of Housing and Urban Development.

HHF believes that the revised definition of "historic property" as proposed in **HB 2261 HD 2** would introduce a great deal of confusion, conflict and delay. It would negate and marginalize the many contributions, lessons and achievements of prior generations and deny those sites the recognition that they deserve, as well as access to programs to help preserve and share them.

Therefore, HHF opposes the bill and respectfully asks that it be held in committee.

Historic Hawai'i Foundation is a statewide nonprofit organization established in 1974 to encourage the preservation of historic buildings, sites, structures, objects and districts on all the islands of Hawai'i. As the statewide leader for historic preservation, HHF works to preserve Hawai'i's unique architectural and cultural heritage and believes that historic preservation is an important element in the present and future quality of life, environmental sustainability and economic viability of the state.

GRASSROOT INSTITUTE OF HAWAII

1050 Bishop St. #508 Honolulu, HI 96813 808-864-1776 info@grassrootinstitute.org

Removing barriers to Hawaii's prosperity

March 13, 1 p.m. Hawaii State Capitol Conference Room 229 and Videoconference



To: Senate Committee on Water and Land Sen. Lorraine R. Inouye, Chair Sen. Brandon J.C. Elefante, Vice-Chair

From: Grassroot Institute of Hawaii Ted Kefalas, Director of Strategic Campaigns

RE: TESTIMONY IN SUPPORT OF HB2261 - RELATING TO HISTORIC PRESERVATION

Aloha Chair Inouye, Vice-Chair Elefante and Committee Members,

The Grassroot Institute of Hawaii would like to offer its **support** for <u>HB2261 HD2</u>, which would amend the definition of "historic property."

Right now, historic property is any structure, object or site that is more than 50 years old. Under the bill, the definition would cover properties created on Aug. 21, 1959 or before — almost 65 years ago — and those listed on the Hawai'i Register of Historic Places or the National Register of Historic Places.

This measure would help facilitate the timely construction of housing, because right now, a builder looking to renovate or demolish an apartment building older than 50 years, for example, would need to go through a time-consuming review by the State Historic Preservation Division — regardless of the historic significance of the building.

By setting a clear cutoff date for what is deemed historic property, this bill seeks to maintain a delicate balance between protecting beautiful and culturally important sites and promoting housing construction.

Thank you for the opportunity to testify.

Ted Kefalas Director of Strategic Campaigns Grassroot Institute of Hawaii





HAWAII STATE SENATE COMMITTEE ON WATER & LAND Conference Room 229 & Videoconference State Capitol 1:00 PM

MARCH 13, 2024

Subject: HB 2261 - RELATING TO HISTORIC PRESERVATION

Chair Inouye, Vice-Chair Elefante, & members of the Committee:

My name is Max Lindsey, Government Relations Committee Chair of the Building Industry Association of Hawaii (BIA-Hawaii). Chartered in 1955, the Building Industry Association of Hawaii is a professional trade organization affiliated with the National Association of Home Builders, representing the building industry and its associates. BIA-Hawaii takes a leadership role in unifying and promoting the interests of the industry to enhance the quality of life for the people of Hawaii. Our members build the communities we all call home.

HB 2261 proposes to amend the definition of "historic property" used in historic preservation laws to remove the minimum age and require listing on the Hawaii or national register of historic places or built before August 21, 1959, and broadens exclusions from historic review for certain types of proposed projects on existing privately-owned single-family detached dwelling units or townhouses.

Section 6E-42 HRS requires review by the State Historic Preservation Division (SHPD) prior to any agency or officer of the State or its political subdivisions approves any project involving a permit (i.e. building permit), license, certificate, land use change, subdivision, or other entitlement for use, which may affect historic property, aviation artifacts, or a burial site, the agency or office shall advise the SHPD and prior to any approval allow the SHPD an opportunity for review and comment on the effect of the proposed project on historic properties, aviation artifacts, or burial sites.

We strongly support the proposed revised definition of "historic property" as it will remove a time-consuming and costly Section 6E HRS SHPD review process on projects simply because the building or structure is fifty (50) years old. Waiting for SHPD's comments cause significant delays in construction, and also has resulted in projects losing financing or incurring higher interest rates.

We are in strong support of HB 2261 and appreciate the opportunity to provide our comments on this matter.

HB-2261-HD-2

Submitted on: 3/9/2024 11:24:02 AM Testimony for WTL on 3/13/2024 1:00:00 PM

Submitted By	Organization	Testifier Position	Testify
Jacqueline S. Ambrose	Individual	Support	Written Testimony Only

Comments:

Aloha,

Yes to amending the definition of "historic property" used in historic preservation laws to only include property listed on the Hawaii or National Register of Historic Places or built before 8/21/1959.

Require historic review for proposed projects on existing privately-owned single-family detached dwelling units or townhouses only if the unit or townhouse is historic property.