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## A BILL FOR AN ACT

RELATING TO PERMITS.

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

1 SECTION 1. The legislature finds that certain land or  
2 water use activities or construction projects may require  
3 permits issued by agencies and authorities through the  
4 facilitated application process, which is overseen by the  
5 department of business, economic development, and tourism.

6 The legislature further finds that the facilitated  
7 application process to obtain a permit can be cumbersome and  
8 subject applicants to lengthy waiting periods. The legislature  
9 additionally finds that a backlog in applications can lead to  
10 delays in housing, industrial, and commercial projects, stifling  
11 economic development in the State.

12 Accordingly, the purpose of this Act is to establish  
13 specific deadlines within the facilitated application process  
14 and require the department of business, economic development,  
15 and tourism to establish certain resources and processes to help  
16 streamline permit applications.



1 SECTION 2. Section 201-62, Hawaii Revised Statutes, is  
2 amended to read as follows:

3 **"§201-62 Facilitated application process.** (a) State  
4 agencies are required, and county agencies are authorized and  
5 encouraged, to participate in the facilitated application  
6 process set forth [~~herein.~~] in this section.

7 (b) The department shall serve as the lead agency for the  
8 facilitated application procedure and shall be the lead agency  
9 to administer the facilitated application procedure for any  
10 project that requires both county permit applications and state  
11 agency approval.

12 (c) The procedure shall be as follows:

13 (1) An applicant for at least two [~~or more~~] state permits,  
14 or at least one state and one county permit, may apply  
15 in writing to the department requesting a facilitated  
16 application process for the consideration of the  
17 application. The written request shall include  
18 sufficient data about the proposed project for the  
19 department to determine which other agencies or  
20 authorities may have jurisdiction;



1 (2) [Upon receiving] Within ten days of approving a  
2 written request for the facilitated application  
3 process, the department shall notify all federal,  
4 state, and county agencies or authorities that the  
5 department determines may have jurisdiction over part  
6 or all of the proposed project, and require those  
7 state agencies or authorities and invite those county  
8 and federal agencies or authorities to participate in  
9 the facilitated application process;

10 (3) The applicant and each agency or authority required or  
11 agreeing to participate in the facilitated application  
12 process shall designate a representative to serve on  
13 the facilitated application review team;

14 (4) Any state agency or authority designated by the  
15 department as a party to an application review that is  
16 not able to participate, shall submit an explanation,  
17 in writing, to the department as to the reasons and  
18 circumstances for noncompliance;

19 (5) The representatives of the agencies, authorities, and  
20 the applicant may develop and sign a joint agreement  
21 among themselves identifying the members of the



1 facilitated application review team, specifying the  
2 regulatory and review responsibilities of each  
3 government agency and setting forth the  
4 responsibilities of the applicant, and establishing a  
5 timetable for regulatory review, the conduct of  
6 necessary hearings, preparation of an environmental  
7 impact statement if necessary, and other actions  
8 required to minimize duplication and coordinate the  
9 activities of the applicant, agencies, and  
10 authorities;

11 (6) [Each] Within ten days of receiving notification from  
12 the department, each agency or authority shall submit  
13 an estimated timeline for permit issuance or approval  
14 and issue its own permit or approval based upon this  
15 timeline and its own jurisdiction[-]; provided that  
16 the department may adjust this deadline based on the  
17 complexity of the project. The facilitated  
18 application process shall not affect or invalidate the  
19 jurisdiction or authority of any agency under existing  
20 law; and



4 (d) If a state regulatory permit is necessary to obtain a  
5 county permit, then a county agreeing to participate in the  
6 facilitated application process may advise the applicant of the  
7 facilitated application procedure. To apply for the facilitated  
8 application procedure, applicants for county permits involving  
9 state permit approvals shall submit a form, which shall be  
10 issued by the department; provided that this procedure shall  
11 apply only to state permits that need to be approved by a state  
12 agency following a review of the plans and certifications  
13 submitted by the applicant. State permits that are approved by  
14 rule require only that the licensed design professional certify  
15 that the plans and specifications are in compliance with state  
16 rules. No review by a state agency is required for state  
17 approval. Plans and specifications requiring state agency  
18 review shall be submitted with the facilitated application  
19 procedure to the appropriate state agency, with a copy to the  
20 department. If a state permit is approved by rule, then the  
21 participating county shall provide a set of drawings and



1 specifications submitted by the applicant to the state agency  
2 that developed the rules.

3 In developing the procedures for approval by rule and by  
4 review, permit requirements shall be clearly stated.

5 Performance standards, rather than specific technologies or  
6 procedures, shall be specified when appropriate.

7 (e) The department shall submit an annual report on the  
8 status of the facilitated application process, including any  
9 recommendations for improvements to the facilitated application  
10 process, to the legislature no later than twenty days prior to  
11 the convening of each regular session.

12 [←e] (f) For purposes of this section:

13 "Permit by review" means permits approved by the  
14 appropriate state departments.

15 "Permit by rule" means permits approved by administrative  
16 rule."

17 SECTION 3. Section 201-64, Hawaii Revised Statutes, is  
18 amended to read as follows:

19 "~~§201-64~~ **Streamlining activities.** (a) The  
20 department may:



- 1       (1) Monitor permits on an ongoing basis to determine the
- 2               source of inefficiencies, delays, and duplications and
- 3               the status of permits in progress;
- 4       (2) Pursue the implementation of streamlining measures
- 5               including, but not necessarily limited to, those
- 6               measures defined in consultation with affected state
- 7               agencies, county central coordinating agencies, and
- 8               members of the public; and
- 9       (3) Design applications, checklists, and other forms
- 10               essential to the implementation of approved
- 11               streamlining measures in coordination with involved
- 12               state and county regulatory agencies, and members of
- 13               the public.

14       (b) The department shall establish:

- 15       (1) A single digital portal that allows applicants and
- 16               agencies to upload applications, permits, and relevant
- 17               documents and track the status of applications in real
- 18               time;
- 19       (2) A fast-track process to expedite approval of low-
- 20               impact projects;



(3) A process for improving state agency coordination and timeliness of environmental reviews and infrastructure projects based on the federal FAST-41 program (Fixing America's Surface Transportation Act, P.L. 114-94);

(4) A permit by rule process that allows applications for low-impact projects to be reviewed by a licensed design professional; and

(5) Criteria to classify low-impact projects; provided that the criteria shall consider environmental and community impacts.

(c) For purposes of this section, "licensed design professional" means a professional engineer, architect, surveyor, or landscape architect licensed under chapter 464."

14 SECTION 4. There is appropriated out of the general  
15 revenues of the State of Hawaii the sum of \$ or so  
16 much thereof as may be necessary for fiscal year 2026-2027 for  
17 the establishment of full-time equivalent ( FTE)  
18 positions within the department of businesses, economic  
19 development, and tourism to establish the digital portal and  
20 other processes required by section 3 of this Act.



1        The sum appropriated shall be expended by the department of  
2    business, economic development, and tourism for the purposes of  
3    this Act.

4        SECTION 5. Statutory material to be repealed is bracketed  
5    and stricken. New statutory material is underscored.

6        SECTION 6. This Act shall take effect on July 1, 2026.

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INTRODUCED BY:



JAN 28 2026



# H.B. NO. 2603

**Report Title:**

Permits; Facilitated Application Process; DBEDT; Digital Portal; Positions; Appropriation

**Description:**

Establishes specific deadlines within the facilitated application process to obtain a permit and requires the Department of Business, Economic Development, and Tourism to establish certain resources and processes to help streamline permit applications. Establishes and appropriates funds for positions within the Department of Business, Economic Development, and Tourism.

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