ACT 278

H.B. NO. 2540-84

A Bill for an Act Relating to Public Lands.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. Section 171-59, Hawaii Revised Statutes, is amended by amending subsection (b) to read as follows:

- "(b) Disposition of public lands for airline, aircraft, agricultural processing, cattle feed production, marine, and maritime operations may be negotiated without regard to the limitations set forth in subsection (a) [of this section] and section 171-16(c); provided that [such]:
  - (1) The disposition encourages competition within the aeronautical, agricultural, and maritime industries; [provided further that such]
  - (2) The disposition shall not exceed a maximum term of thirty-five years[; provided further that for]; and
  - (3) The method of disposition of public lands for cattle feed production as set forth in this subsection shall not apply after December 31, 1988.

<u>For</u> the purpose of this subsection "agricultural processing" means the processing of agricultural <u>products, including dairying, grown, [or] raised, or produced in Hawaii."</u>

SECTION 2. Statutory material to be repealed is bracketed. New material is underscored.

SECTION 3. This Act shall take effect upon its approval.

(Approved June 8, 1984.)