A BILL FOR AN ACT

RELATING TO HAWAIIAN AFFAIRS.

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

1	SECTION 1. In 1978, the Hawaii Constitution was amended to
2	include article XII, sections 4, 5, and 6, which, among other
3	things, established the office of Hawaiian affairs and its board
4	of trustees.
5	Sections 4, 5, and 6 of article XII of the Hawaii
6	Constitution provide:
7	"Section 4. The lands granted to the State of Hawaii
8	by Section 5(b) of the Admission Act and pursuant to
9	Article XVI, Section 7, of the State Constitution,
10	excluding therefrom lands defined as "available lands" by
11	Section 203 of the Hawaiian Homes Commission Act, 1920, as
12	amended, shall be held by the State as a public trust for
13	native Hawaiians and the general public.
14	Section 5. There is hereby established an Office of
15	Hawaiian Affairs. The Office of Hawaiian Affairs shall
16	hold title to all the real and personal property now or
17	hereafter set aside or conveyed to it which shall be held

in trust for native Hawaiians and Hawaiians. There shall

be a board of trustees for the Office of Hawaiian Affairs elected by qualified voters who are Hawaiians, as provided by law. The board members shall be Hawaiians. There shall be not less than nine members of the board of trustees; provided that each of the following Islands have one representative: Oahu, Kauai, Maui, Molokai and Hawaii. The board shall select a chairperson from its members.

Section 6. The board of trustees of the Office of Hawaiian Affairs shall exercise power as provided by law: to manage and administer the proceeds from the sale or other disposition of the lands, natural resources, minerals and income derived from whatever sources for native Hawaiians and Hawaiians, including all income and proceeds from that pro rata portion of the trust referred to in section 4 of this article for native Hawaiians; to formulate policy relating to affairs of native Hawaiians and Hawaiians; and to exercise control over real and personal property set aside by state, federal or private sources and transferred to the board for native Hawaiians and Hawaiians. The board shall have the power to exercise control over the Office of Hawaiian Affairs through its

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         executive officer, the administrator of the Office of
         Hawaiian Affairs, who shall be appointed by the board."
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         In 1980, the legislature determined that the pro rata
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    portion of the income and proceeds from the lands in the public
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    trust referred to in article XII, section 4, of the Hawaii
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6
    Constitution to be managed and administered by the office of
7
    Hawaiian affairs should be set at twenty per cent. This
8
    seemingly simple legislative directive has led to a series of
9
    lawsuits concerning the practical application of the twenty per
10
    cent standard adopted by the legislature.
11
         In Trustees of the Office of Hawaiian Affairs v. Yamasaki,
    69 Haw. 154, 737 P.2d 446 (1987), the Hawaii supreme court
12
    concluded that the issue of how the pro rata portion is
13
    formulated is a political question for the legislature to
14
15
    determine.
         In response to the Yamasaki decision, the legislature
16
    enacted Act 304, Session Laws of Hawaii 1990, to clarify the
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    extent and scope of the twenty per cent portion.
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19
         On September 12, 2001, the Hawaii supreme court ruled in
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    Office of Hawaiian Affairs v. State of Hawaii, 96 Haw. 388, 31
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P.3d 901 (2001), that Act 304 was effectively repealed by its

own terms, so that once again, it was necessary for the

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21



- 1 legislature to specify the pro rata portion to be managed and
- 2 administered by the office of Hawaiian affairs.
- 3 In its decision, the Hawaii supreme court affirmed
- 4 Yamasaki, observing:
- 5 "[T]he State's obligation to native Hawaiians is firmly
- 6 established in our constitution. How the State satisfies
- 7 that constitutional obligation requires policy decisions
- 8 that are primarily within the authority and expertise of
- 9 the legislative branch. As such, it is incumbent upon the
- 10 legislature to enact legislation that gives effect to the
- 11 right of native Hawaiians to benefit from the ceded lands
- trust. See Haw. Const. art. XVI, §7.
- 13 . . . we trust that the legislature will re-examine the
- 14 State's constitutional obligation to native Hawaiians and
- 15 the purpose of HRS \S 10-13.5 and enact legislation that
- 16 most effectively and responsibly meets those obligations."
- 17 Office of Hawaiian Affairs v. State of Hawaii, 96 Haw. at 401,
- 18 31 P.3d at 914 (citations omitted).
- 19 The legislature finds that reviewing for each fiscal
- 20 biennium the pro rata portion of all income and proceeds under
- 21 article XII, sections 4 and 6, of the Hawaii Constitution that
- 22 will be managed and administered by the office of Hawaiian



- 1 affairs is reasonable and prudent in light of changing
- 2 populations, changing needs, and changing revenues.
- 3 Furthermore, in reviewing the entire history of the issue,
- 4 the legislature finds that -- in addition to the amounts paid to
- 5 the office of Hawaiian affairs in the past--further resources
- 6 should be provided to the office of Hawaiian affairs that
- 7 represent a re-examination by the legislature for the period
- 8 between November 7, 1978, and July 1, 2008, with regard to
- 9 revenue from the lands in the public trust referred to in
- 10 article XII, section 4, of the Hawaii Constitution. The
- 11 legislature notes that the governor and the office of Hawaiian
- 12 affairs have recommended to the legislature, following intense
- 13 discussions and after both the governor and the office have re-
- 14 evaluated the 1978-2008 period, a transfer of land and cash to
- 15 the office of Hawaiian affairs.
- 16 A combination of a conveyance to the office of Hawaiian
- 17 affairs of the fee simple interest in certain parcels of real
- 18 property and a payment to the office of Hawaiian affairs of
- 19 \$13,189,860 to represent this re-examination for the period
- 20 between November 7, 1978, and July 1, 2008, will allow the State
- 21 to most effectively and responsibly meet its constitutional
- 22 obligations to native Hawaiians.



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1	Although the governor and the office of Hawaiian affairs				
2	have described the results of these discussions as a "settlemen				
3	agreement," the use of terms such as "settlement" and "claims"				
4	in the context of income and proceeds to be managed and				
5	administered by the office of Hawaiian affairs mischaracterizes				
6	the situation as adversarial, because, as observed by the Hawai				
7	supreme court, the constitutional obligations to native				
8	Hawaiians belong to the State as a whole and are not the proper				
9	subject of litigation between state agencies. As a result, the				
10	legislature treats the results of these discussions as a joint				
11	policy recommendation to the legislature and not as a legal				
12	settlement to be approved by the legislature.				
13	The purpose of this Act is to allow the State to most				
14	effectively and responsibly meet its constitutional obligations				
15	to native Hawaiians by:				
16	(1) Providing \$13,189,860 in cash to the office of				
17	Hawaiian affairs;				
18	(2) Conveying certain parcels of real property in fee				
19	simple to the office of Hawaiian affairs; and				
20	(3) Establishing a method for determining for each fiscal				
21	biennium the pro rata portion referred to in article				
22	XII, section 6, of the Hawaii Constitution.				

1	SECTION 2. Chapter 10, Hawaii Revised Statutes, is amended			
2	by adding a new section to be appropriately designated and to			
3	read as follows:			
4	"§10- Accounting; receipts from lands; pro rata			
5	portion. (a) Not later than thirty days before the convening			
6	of the regular session of the legislature in an odd-numbered			
7	year, the department of land and natural resources, with the			
8	cooperation of the department of budget and finance and any			
9	other state department or agency that uses or manages public			
10	lands, including the office, shall provide an accounting of all			
11	receipts from the lands in the public trust referred to in			
12	article XII, section 4, of the Hawaii Constitution for the prior			
13	two fiscal years. With respect to each receipt, the department			
14	of land and natural resources shall identify:			
15	(1) The total gross amount;			
16	(2) The amount transferred to the office;			
17	(3) The amount retained by the State;			
18	(4) The account or fund in which the amount specified in			
19	paragraph (3) was transferred or deposited;			
20	(5) The parcel of land in the public trust referred to in			
21	article XII, section 4, of the Hawaii Constitution			
22	that generated the receipt, whether by tax map key			

1		number, department of land and natural resources
2		inventory number, or other recognizable description;
3		and
4	(6)	The state department or agency that received the total
5	-	gross amount identified in paragraph (1).
6	The accou	nting shall also indicate whether any parcel of land in
7		c trust referred to in article XII, section 4, of the
8		nstitution was sold or exchanged during the prior two
	34.4	
9	fiscal year	ars and, if so, the amount of consideration that the
10	State rece	eived for the respective parcels.
11	The o	office shall be consulted by the department of land and
12	natural re	esources in determining the method in which the
13	accounting	g shall be conducted.
14	(b)	The accounting provided in subsection (a) is to assist
15	the legis	lature in determining for each fiscal biennium the
16	dollar amo	ount that will constitute the pro rata portion referred
17	to in art:	icle XII, section 6, of the Hawaii Constitution.
18	Payment to	o the office of such amounts shall be made in equal
19	quarterly	increments for each year of the fiscal biennium
20	pursuant t	to subsection (d).
21	(C)	If the legislature does not set by legislative act the
22	dollar amo	ount constituting the pro rata portion for the fiscal

- 1 biennium at least thirty days before the first quarterly
- 2 increment is due, the governor shall determine and pay to the
- 3 office pursuant to subsection (d) a pro rata portion after
- 4 taking into consideration the most recent accounting provided by
- 5 the department of land and natural resources under subsection
- 6 (a) and the most recent dollar amount pro rata portion set by
- 7 the legislature.
- 8 (d) The departments of agriculture; accounting and general
- 9 services; business, economic development, and tourism;
- 10 education; land and natural resources; and transportation (for
- 11 its harbors division); and any other department or agency that
- 12 collects receipts from the lands in the public trust referred to
- 13 in article XII, section 4, of the Hawaii Constitution, shall
- 14 determine and transfer to the office that portion of their
- 15 receipts from the use of the lands collected during each fiscal
- 16 quarter, necessary to ensure that the revenues correspond to the
- 17 pro rata portion set by the legislature or by the governor under-
- 18 subsection (c) and are transferred to the office, within thirty
- 19 days of the close of each fiscal quarter.
- The governor is expressly authorized to fix the amounts
- 21 each agency shall transfer to the office in each fiscal guarter
- 22 by executive order to implement this section."



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Section 10-13.5, Hawaii Revised Statutes, is
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          SECTION 3.
 2
     amended to read as follows:
 3
          "$10-13.5 Use of public land trust proceeds. [Twenty per
    cent of all funds derived from the public land trust, described
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 5
    in section 10-3_{r}] The pro rata portion of the income and
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    proceeds from the lands in the public trust referred to in
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    article XII, sections 4 and 6, of the Hawaii Constitution,
    provided to the office pursuant to section 10- , shall be
 8
    expended by the office [\frac{1}{r} as defined in section \frac{10-2}{r}] for the
 9
10
    purposes of this chapter."
          SECTION 4. Section 206E-3, Hawaii Revised Statutes, is
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    amended by amending subsection (b) to read as follows:
12
                The authority shall consist of [thirteen] fourteen
13
          "(b)
14
    voting members. The director of finance, the director of
    business, economic development, and tourism, the comptroller,
15
    and the director of transportation, or their respective
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    designated representatives shall serve as ex officio, voting
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18
    members. One member of the authority shall be appointed by the
    chairperson of the office of Hawaiian affairs. One member shall
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    be appointed by the governor from a list of not less than three
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    prospective appointees submitted by the president of the senate,
21
22
    and one member shall be appointed by the governor from a list of
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1 not less than three prospective appointees submitted by the speaker of the house of representatives. Seven members shall be 2 3 appointed by the governor for staggered terms pursuant to 4 section 26-34; provided that four members shall be appointed at large and, initially, three members, hereinafter referred to as 5 6 county members, shall be selected from a list of ten prospective appointees recommended by the local governing body of the county 7 8 in which the initial designated district is situated; and 9 provided further that when vacancies occur in any of the three 10 positions for which the members were selected from a list of 11 county recommendations, the governor shall fill such vacancies 12 on the basis of one from a list of four recommendations, two 13 from a list of seven recommendations, or three from a list of 14 ten recommendations. The list of recommendations shall be made by the local governing body of the county. If an additional 15 16 district is designated by the legislature, the total membership 17 of the authority shall be increased as prescribed above by the appointment of three additional members, except as provided for 18 19 in section 206E-191. Notwithstanding section 92-15, a majority 20 of all members shall constitute a quorum to do business, and the 21 concurrence of a majority of all members shall be necessary to

make any action of the authority valid; except that, on any

- 1 matter relating solely to a specific community development
- 2 district, the members representing districts other than that
- 3 specific community development district shall neither vote, nor
- 4 shall they be counted to constitute a quorum, and concurrence
- 5 shall be required of a majority of that portion of the authority
- 6 made up of all ex officio voting members, members at large, and
- 7 county and district members representing the district for which
- 8 action is being proposed in order for such action to be valid.
- 9 All members shall continue in office until their respective
- 10 successors have been appointed and qualified. Except as herein
- 11 provided, no member appointed under this subsection shall be an
- 12 officer or employee of the State or its political subdivisions."
- 13 SECTION 5. Section 206E-8, Hawaii Revised Statutes, is
- 14 amended to read as follows:
- "[+] \$206E-8[+] Use of public lands; acquisition of state
- 16 lands. (a) Any provision of chapter 171 to the contrary
- 17 notwithstanding, the governor may set aside public lands located
- 18 within community development districts to the authority for its
- 19 use.
- (b) If state lands under the control and management of
- 21 other public agencies are required by the authority for its
- 22 purposes, the agency having the control and management of those



- 1 required lands shall, upon request by the authority and with the
- 2 approval of the governor, convey, or lease such lands to the
- 3 authority upon such terms and conditions as may be agreed to by
- 4 the parties.
- 5 (c) Notwithstanding the foregoing, no public lands shall
- 6 be set aside, conveyed, or leased to the authority as above
- 7 provided if such setting aside, conveyance, or lease would
- 8 impair any covenant between the State or any county or any
- 9 department or board thereof and the holders of bonds issued by
- 10 the State or such county, department, or board.
- 11 (d) This section shall not apply to the land conveyed in
- 12 fee simple to the office of Hawaiian affairs by Act , Session
- 13 Laws of Hawaii 2008, except that the authority may acquire by
- 14 condemnation, pursuant to chapter 101, easements, rights-of-way,
- 15 rights of entry, or other rights of access in favor of lands
- 16 adjoining the property conveyed that is under the control and
- 17 management of public agencies where the office of Hawaiian
- 18 affairs is paid just compensation for the same."
- 19 SECTION 6. Section 206E-10, Hawaii Revised Statutes, is
- 20 amended to read as follows:
- "[+] \$206E-10[+] Condemnation of real property. The
- 22 authority, upon making a finding that it is necessary to acquire



1 any real property for its immediate or future use for the 2 purposes of this chapter, may acquire the property by condemnation pursuant to chapter 101, including property already 3 devoted to a public use. Such property shall not thereafter be 4 5 taken for any other public use without the consent of the 6 authority. No award of compensation shall be increased by 7 reason of any increase in the value of real property caused by 8 the designation of a community development district or plan 9 adopted pursuant to a designation, or the actual or proposed 10 acquisition, use or disposition of any other real property by 11 the authority. This section shall not apply to the land 12 conveyed in fee simple to the office of Hawaiian affairs by Act 13 , Session Laws of Hawaii 2008; except that the authority 14 may acquire by condemnation, pursuant to chapter 101, easements, rights-of-way, rights of entry, or other rights of access in 15 16 favor of lands adjoining the property conveyed that is under the 17 control and management of public agencies where the office of 18 Hawaiian affairs is paid just compensation for the same." 19 SECTION 7. Section 206E-34, Hawaii Revised Statutes, is 20 amended to read as follows:

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. 1	"[+]	§206E	4 Cultural public	market.[]	(a) The	ere shall
2	be establ	ished	ithin the Hawaii co	mmunity deve	elopment	authority
3	a state o	cultura	public market.			
4	(b)	The o	ltural public marke	t shall be l	ocated o	on state
5	land with	in the	Kakaako Makai area	and develope	ed pursua	ant to
6	sections	206E-3	, 206E-32, and 206E	-33. A publ	ic park:	ing lot
7	shall be	inclu	d.			
8	(C)	The I	waii community deve	lopment auth	nority sh	nall:
9	(1)	Desig	ate and develop the	state-owned	d land fo	or the
10		cult	al public market;			
11	(2)	Accep	, for consideration	, input rega	arding th	ne
12		estal	ishment of the cult	ural public	market	from the
13		follo	ing departments and	agencies:		
14		(A)	he department of ag	riculture;		
15		(B)	he department of bu	siness, ecor	nomic de	velopment,
16			nd tourism;			
17		(C)	he department of la	nd and natur	al resou	ırces;
18		(D)	he department of la	bor and indu	ıstrial ı	relations;
19			nd			
20		(E)	he Hawaii tourism a	uthority;		

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1	(3)	Consider and determine the propriety of using public-
2		private partnerships in the development and operation
3		of the cultural public market;
4	(4)	Develop, distribute, and accept requests for proposal
5		from private entities for plans to develop and operat
6		the cultural public market; and
7	(5)	Ensure that the Hawaiian culture is the featured
8		culture in the cultural public market.
9	(d)	Requests for proposals for the cultural public market
10	shall cont	template but not be limited to the inclusion of the
11	following	types of facilities and services:
12	(1)	Retail outlets for ethnically diverse products;
13	(2)	Venues for businesses with ethnic themes, including
14		restaurants and other service-related businesses;
15	(3)	Theaters, stages, and arenas designed to showcase
16		cultural performing artists as well as community
17		performing arts;
18	(4)	Exhibition space or museums that showcase artwork
19		created by international and local artists; and
20	(5)	Museums or other educational facilities focusing on
21		the history and cultures of the various ethnic groups
22		within Hawaii, including Hawaiian history.

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This section shall not apply to the land conveyed in
 1
    fee simple to the office of Hawaiian affairs by Act , Session
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 3
    Laws of Hawaii 2008."
         SECTION 8. Section 10-13.3, Hawaii Revised Statutes, is
 4
 5
    repealed.
 6
         ["[$10-13.3] Interim revenue. Notwithstanding the
    definition of revenue contained in this chapter and the
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 8
    provisions of section 10-13.5, and notwithstanding any claimed
9
    invalidity of Act 304, Session Laws of Hawaii 1990, the income
10
    and proceeds from the pro rata portion of the public land trust
11
    under article XII, section 6 of the state constitution for
12
    expenditure by the office of Hawaiian affairs for the betterment
13
    of the conditions of native Hawaiians for each of fiscal year
    1997-1998 and fiscal year 1998-1999 shall be $15,100,000."]
14
         SECTION 9. Act 178, Session Laws of Hawaii 2006, is
15
16
    amended by repealing section 3.
17
         ["SECTION 3. Notwithstanding the provisions of chapter 10,
18
    Hawaii Revised Statutes, or the requirements of Executive Order
19
    No. 03-03, beginning in fiscal year 2005-2006, the departments
20
    of agriculture, accounting and general services, business,
    economic development, and tourism, education, land and natural
21
    resources, and transportation (for its harbors division), and
22
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any other department or agency that collects receipts from the
 1
    lands within the public land trust, shall determine and transfer
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 3
    to the office of Hawaiian affairs that portion of their receipts
 4
    from the use of lands within the public land trust collected
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    during each fiscal quarter, necessary to ensure that a total of
    $3,775,000 of revenues generated by the public land trust is
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 7
    transferred to the office of Hawaiian affairs, within thirty
    days of the close of each fiscal quarter; provided that for
 8
    fiscal year 2005-2006, the departments shall have until thirty
 9
    days after the close of the fiscal year to transfer a total of
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11
    $15,100,000 from their receipts from the use of lands within the
    public land trust collected during fiscal year 2005-2006, to the
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13
    office of Hawaiian affairs whether by the procedures set out in
14
    Executive Order No. 03-03 or this Act.
15
         The governor is expressly authorized to fix the amounts
    each agency shall transfer to the office of Hawaiian affairs in
16
17
    each quarter by executive order to implement the provisions of
18
    this section."]
19
         SECTION 10. (a) All right, title, and interest in the
20
    following parcels of land with the existing improvements
    thereon, except for submerged land, accreted land, or any land
21
22
    makai of the shoreline, shall be conveyed in fee simple to the
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    office of Hawaiian affairs to be held in trust and shall be
 2
    subject to all laws, including section 171-58, Hawaii Revised
 3
    Statutes:
              Kakaako Makai: (Lots 2, 3, 4, 5, and 9 as identified
 4
         (1)
 5
              on the final Kakaako park subdivision map dated
 6
              October 15, 2007, and approved by the city and county
7
              of Honolulu department of planning and permitting on
 8
              November 9, 2007);
 9
              Kalaeloa Makai: (TMK: (1)-9-1-31:1); and
         (2)
10
              Hilo Banyan drive: Bayview Banyan Corp. (TMK: (3)-2-1-
         (3)
11
              5:21); Country Club Condo Hotel (TMK: (3)-2-1-5:20);
12
              Hilo Hawaiian Hotel (TMK: (3)-2-1-3:5); Naniloa Hotel
13
              and Golf Course (TMK: (3)-2-1-1:12; TMK: (3)-2-1-5:13,
14
              14, 16, 17, 27, 32, 39, 41, 42, 46); Reed's Bay Resort
15
              Hotel (TMK: (3)-2-1-5:22); Uncle Billy's Hilo Bay
16
              Hotel Inc. (TMK: (3)-2-1-5:9, 12, 33, 34, 35, 45, 47).
17
         Because these are conveyances in which the State and its
18
    agencies are the only parties, the tax imposed by section 247-1,
19
    Hawaii Revised Statutes, shall not apply to them.
20
         The property conveyed shall be and remain subject to all
21
    encumbrances, whether or not of record, rights of native
22
    tenants, leases, contracts, agreements, permits, easements,
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- 1 profits, licenses, rights-of-way, or other instruments
- 2 applicable to any land conveyed by this section effective or on
- 3 going on the effective date of this Act, which shall remain in
- 4 full force and effect. These encumbrances may be set forth in
- 5 the instruments conveying the property to the office or set
- 6 forth in a license or similar agreement, a memorandum of which
- 7 may be recorded concurrently with the instruments conveying the
- 8 property to the office. Beginning July 1, 2008, every reference
- 9 to the current title-holder or the head of the department or
- 10 agency in each such instrument, if the title-holder is a
- 11 department or an agency, shall be construed to be a reference to
- 12 the office of Hawaiian affairs or its board of trustees.
- 13 After the conveyances are made, the property shall be
- 14 subject to all laws, except as otherwise provided in this Act.
- 15 The office shall administer the property in accordance with its
- 16 duties under the Hawaii Constitution and as provided by law.
- 17 (b) The office of Hawaiian affairs shall cooperate with
- 18 other state agencies to designate and grant such access rights
- 19 and easements as may be reasonably necessary for the benefit and
- 20 use of the State. Each of the instruments creating such access
- 21 rights or granting such easements shall provide that the office,
- 22 or any successor owner of the servient property, shall have the



- 1 right to reasonably relocate any such access areas or easements
- 2 so granted. The cost of initially identifying such access areas
- 3 or designating and granting any such easements shall not be the
- 4 responsibility of the office. The cost of relocating any such
- 5 access areas or easements shall be paid by the office or any
- 6 such successor owner, as the case may be. Each of the
- 7 instruments creating such access rights or granting such
- 8 easements shall also provide that the office shall only be
- 9 responsible for a reasonable share of the cost of maintaining
- 10 any such access areas and easement areas, as the case may be,
- 11 and that the office, its tenants, licensees, concessionaires,
- 12 successors, and assigns shall not be liable for injuries or
- 13 damages arising from the use of such access areas or easement
- 14 areas by other state agencies or their invitees.
- 15 (c) Notwithstanding subsection (b), the office of Hawaiian
- 16 affairs shall not be required to approve any access rights or
- 17 grant any access easements to other state agencies that would
- 18 materially diminish the value of the servient property or that
- 19 would materially interfere with the use of the servient property
- 20 by the office or any lessee, tenant, licensee, concessionaire,
- 21 or other occupant of the property, unless otherwise provided by
- 22 law.



- 1 (d) This section shall not limit the power of the
- 2 legislature or the legislative bodies of the political
- 3 subdivisions of the State to enact laws that may affect the
- 4 parcels conveyed in this section of this Act.
- 5 SECTION 11. The real property conveyances made under this
- 6 Act, and the funds paid under this Act regardless of the means
- 7 of financing, shall be deemed income and proceeds from the lands
- 8 in the public trust referred to in article XII, sections 4 and
- 9 6, of the Hawaii Constitution, as if they had been paid out of
- 10 the income and proceeds from such lands pursuant to article XII,
- 11 sections 4 and 6, of the Hawaii Constitution.
- 12 SECTION 12. To the extent that the State has made any
- 13 waiver of sovereign immunity for a suit, claim, cause of action,
- 14 or right of action regarding the pro rata portion of the public
- 15 trust under article XII, sections 4 and 6, of the Hawaii
- 16 Constitution, that waiver is withdrawn.
- 17 SECTION 13. The director of finance is authorized to issue
- 18 general obligation bonds in the sum of \$13,189,860 or so much
- 19 thereof as may be necessary and the same sum or so much thereof
- 20 as may be necessary is appropriated for fiscal year 2008-2009
- 21 for the purpose of making payment to the office of Hawaiian
- 22 affairs pursuant to this Act.

11.00 No. 40

H.B. NO. 266 H.D. 1

1 The sum appropriated shall be expended by the department of 2 budget and finance by making the required payment under this section to the office of Hawaiian affairs no later than June 30, 3 4 2009. SECTION 14. The legislature finds that the dollar amount 5 6 of the pro rata portion of the income and proceeds from the 7 lands in the public trust referred to in article XII, sections 4 8 and 6, of the Hawaii Constitution for fiscal year 2008-2009 is 9 \$15,100,000. The sum shall be disbursed to the office of Hawaiian affairs pursuant to section 10- , Hawaii Revised 10 11 Statutes. The legislature further finds that the governor, office of 12 13 Hawaiian affairs, and legislature agree that \$15,100,000 per 14 fiscal year (\$30,200,000 per fiscal biennium) is a sum that 15 should serve as a floor baseline as future legislatures set the 16 dollar amount of the pro rata portion for the next and future 17 fiscal bienniums. The legislature is committed to supporting 18 this shared, hard-won consensus on how the State can most effectively and responsibly meet its obligation to native 19 20 Hawaiians in the future and to not falling below that dollar

level of support.

- 1 SECTION 15. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 16. This Act shall take effect on July 1, 2008.

Report Title:

Public trust; Conveyance of real property and cash to OHA

Description:

Conveys certain parcels of real property and transfers cash to the Office of Hawaiian Affairs as part of the State's obligations to native Hawaiians under Article XII, sections 4 and 6, of the Hawaii Constitution. (HB266 HD1)