
A BILL FOR AN ACT

RELATING TO THE HAWAIIAN HOMES COMMISSION ACT.

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

1 SECTION 1. Section 220.5 of the Hawaiian Homes Commission
2 Act, 1920, as amended, is amended by amending subsection (d) to
3 read as follows:

4 "(d) Any project developer agreement entered into pursuant
5 to this section may provide for options for renewal of the term
6 of the project developer agreement; provided that:

7 (1) The [~~term~~] initial term and any extension thereof of
8 any one project developer agreement shall not exceed
9 [~~sixty-five~~] ninety-nine years[+] altogether;

10 (2) Any lands disposed of under a project developer
11 agreement shall be subject to withdrawal at any time
12 during the term of the agreement, with reasonable
13 notice; and

14 (3) The rental shall be reduced in proportion to the value
15 of the portion withdrawn and the developer shall be
16 entitled to receive from the department the
17 proportionate value of the developer's permanent
18 improvements so taken in the proportion that they bear



1 to the unexpired term of the agreement, with the value
2 of the permanent improvements determined on the basis
3 of fair market value or depreciated value, whichever
4 is less; or the developer, in the alternative, may
5 remove and relocate the developer's improvements to
6 the remainder of the lands occupied by the developer."

7 SECTION 2. Statutory material to be repealed is bracketed
8 and stricken. New statutory material is underscored.

9 SECTION 3. This Act shall take effect on July 1, 2008.



S.B. NO. 3048
S.D. 1
H.D. 1
PROPOSED

Report Title:

Maximum commercial lease term; Hawaiian Homes Commission Act

Description:

Extends the maximum term on commercial leases on Hawaiian home lands from 65 to 99 years. (PROPOSED SB3048 HD1)

