STAND. COM. REP. NO. 2702

Honolulu, Hawaii

MAR 0 2 2012

RE: S.B. No. 2207

S.D. 2

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 2207, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PUBLIC LANDS,"

begs leave to report as follows:

The purpose and intent of this measure is to provide fair compensation to lessees when a withdrawal or taking of leased land renders the land unusable for the lessee's original intended purpose.

Your Committee received written comments in support of this measure from one individual. Your Committee received written comments in opposition to this measure from the Department of Land and Natural Resources.

Your Committee finds that current law, which provides for a reduction in lease rent for any withdrawal or taking by the State that causes the land to become unusable for the specific use for which it was originally leased, does not provide adequate compensation to the lessee. Your Committee further finds that lessees are required by the leases to maintain insurance on the land and pay taxes for the land even though they cannot use the land for the specific purpose for which the lease was originally signed, thus causing financial hardship for the lessees.

Your Committee has amended this measure by:

- (1) Changing the effective date to July 1, 2050, to facilitate further discussion on the measure; and
- (2) Making technical nonsubstantive amendments for the purposes of clarity and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2207, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2207, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DAVID V TGE Chair

The Senate Twenty-Sixth Legislature State of Hawai'i

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:			Date:	
SB2267,5D1	WLH/JDL,10AM 3-2-12				
The committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR) Nay	Excused
IGE, David Y. (C)		V			
KIDANI, Michelle N. (VC)		V	:		
CHUN OAKLAND, Suzanne					
DELA CRUZ, Donovan M.		V			
ENGLISH, J. Kalani					
ESPERO, Will	-	V		-	
FUKUNAGA, Carol					
KIM, Donna Mercado		· ·			V
KAHELE, Gilbert					·-·
KOUCHI, Ronald D.		1			
RYAN, Pohai		V/			
TOKUDA, Jill N.					
WAKAI, Glenn			·		
SLOM, Sam					
TOTAL		13	V		1
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature: **Turbulle** A **					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes