## HOUSE OF REPRESENTATIVES TWENTY-NINTH LEGISLATURE, 2017 STATE OF HAWAII

H.B. NO. <sup>1585</sup> H.D. 1 S.D. 2

# A BILL FOR AN ACT

RELATING TO THE UNIVERSITY OF HAWAII.

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

1		PART I
2	SECT	ION 1. (a) The auditor, with regard to the University
3	of Hawaii	's activities related to Mauna Kea, shall:
4	(1)	Conduct a financial audit of the office of Mauna Kea
5		management, reviewing all revenues and expenditures,
6		the Mauna Kea land management special fund, commercial
7		tour operations, and all appropriations from the
8		University of Hawaii at Hilo for operations and
9		staffing for the period of 2010 through 2017;
10	(2)	Conduct a performance audit of the research
11		corporation of the University of Hawaii, as it relates
12		to the Mauna Kea observatory support services and the
13		Mauna Kea observatories and all grants, revenues,
14		expenditures, and funding of personnel, as it relates
15		to those organizations, evaluating its efficiency and
16		whether or not they are effectively utilizing best
17		practice operations;



Page 2

## H.B. NO. <sup>1585</sup> H.D. 1 S.D. 2

(3) Conduct a performance audit on the University of 1 Hawaii system, limited to the legal affairs and the 2 university general counsel office, as it relates to 3 4 all revenues and expenditures associated with the research and training revolving fund, as it relates to 5 Mauna Kea since 2010, as well as determining whether 6 or not patents and revenue-generating patents exist, 7 8 as it relates to scientific technologies associated 9 with the international observatories and the University of Hawaii institute for astronomy, as a 10 result of ground-based astronomical observations and 11 12 discoveries; and (4) Conduct an organizational management structure audit 13 of the multiple governmental and non-governmental 14 agencies and entities that have jurisdictional 15 authority on Mauna Kea, evaluating its efficiency and 16 whether or not they are effectively utilizing best 17 practice operations and have clear lines of authority. 18 (b) The auditor shall have all the powers established 19 pursuant to chapter 23, Hawaii Revised Statutes, including the 20 21 power to subpoena any related licenses, grants, commercial

HB1585 SD2 LRB 18-2358.doc 

## H.B. NO. <sup>1585</sup> H.D. 1 S.D. 2

1 activities, patents, intellectual property, and astronomical 2 observation time at the University of Hawaii related to Mauna 3 Kea, and anyone who has a financial interest in Mauna Kea 4 permitted by state law. 5 SECTION 2. The auditor shall submit a report of its 6 findings and any recommendations, including any proposed 7 legislation, to the legislature no later than twenty days prior 8 to the convening of the regular session of 2020. 9 SECTION 3. There is appropriated out of the general 10 revenues of the State of Hawaii the sum of \$200,000 or so much 11 thereof as may be necessary for fiscal year 2018-2019 for the 12 auditor to conduct the audit of the University of Hawaii's 13 activities related to Mauna Kea pursuant to this Act. 14 The sum appropriated shall be expended by the office of the 15 auditor for the purposes of this Act. 16 PART II 17 SECTION 4. Section 304A-1903, Hawaii Revised Statutes, is 18 amended to read as follows: 19 "[**[]§304A-1903[]**] Mauna Kea lands[**[];**[**]**] rules. The board 20 of regents [may] shall adopt rules pursuant to chapter 91 to 21 regulate public and commercial activities on Mauna Kea lands.

HB1585 SD2 LRB 18-2358.doc 



1 In adopting these rules, the board shall: 2 (1)Strive for consistency with the administrative rules 3 of the division of forestry and wildlife of the 4 department of land and natural resources related to 5 forest reserves and natural area reserves; 6 (2) Consult with the office of Hawaiian affairs to ensure 7 that these rules shall not affect any right, 8 customarily and traditionally exercised for 9 subsistence, cultural, and religious purposes and 10 possessed by ahupuaa tenants who are descendants of native Hawaiians who inhabited the Hawaiian Islands 11 12 prior to 1778, subject to the right of the State to 13 regulate such rights; and (3) Hold at least one public hearing, in addition to the 14 15 public hearing at which decision-making on the 16 proposed rule is made, on the island of Hawaii." 17 SECTION 5. The University of Hawaii office of Maunakea 18 management shall: 19 (1)Implement all management actions identified in the

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following documents:

HB1585 SD2 LRB 18-2358.doc

# H.B. NO. <sup>1585</sup> H.D. 1 S.D. 2

1		(A) Mauna Kea comprehensive management plan, dated
2		April 2009; and
3		(B) Implementing and evaluating the comprehensive
4		management plan for University of Hawaii managed
5		lands on Mauna Kea, dated February 2010;
6	(2)	Complete an environmental impact statement pursuant to
7		chapter 343, Hawaii Revised Statutes, for land
8		authorizations regarding long-term continuation of
9		astronomy within the Mauna Kea science reserve area;
10		and
11	(3)	Secure a new master lease that extends beyond December
12		31, 2033, from the State of Hawaii for the continued
13		land authorization of the Mauna Kea science reserve
14		area.
15	SECT	ION 6. All construction within the Mauna Kea science
16	reserve a	rea is prohibited; provided that this section shall not
17	apply aft	er a proclamation is issued by the governor that the:
18	(1)	Auditor has submitted the report pursuant to part I of
19		this Act;
20	(2)	University of Hawaii has adopted rules pursuant to
21		section 304A-1903, Hawaii Revised Statutes; and

HB1585 SD2 LRB 18-2358.doc 

Page 6

## H.B. NO. <sup>1585</sup> H.D. 1 S.D. 2

1	(3) The office of Maunakea management has complied with
2	the requirements established pursuant to section 5 of
3	this Act.
4	For purposes of this section, "Mauna Kea science reserve
5	area" shall mean the real property as described in Exhibit A to
6	general lease no. S-4191, dated June 21, 1968, between the State
7	of Hawaii and the University of Hawaii.
8	PART III
9	SECTION 7. Statutory material to be repealed is bracketed
10	and stricken. New statutory material is underscored.
11	SECTION 8. This Act shall take effect upon its approval.



## H.B. NO. <sup>1585</sup> H.D. 1 S.D. 2

#### Report Title:

UH; Mauna Kea; Audit; Management Actions; Environmental Impact Statement; Master Lease; Appropriation

#### Description:

Requires the Auditor to conduct a financial, performance, and management audit of the University of Hawaii's activities related to Mauna Kea. Requires the University of Hawaii Board of Regents to adopt rules to regulate public and commercial activities on Mauna Kea lands. Requires the University of Hawaii Office of Maunakea Management to complete the management actions established by the various comprehensive management plans, complete an environmental impact statement for land authorizations regarding long-term continuation of astronomy within the Mauna Kea science reserve area, and secure a new master lease regarding Mauna Kea. Prohibits all construction at Mauna Kea until the requirements of the measure are met. (SD2)

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