## A BILL FOR AN ACT

RELATING TO AGRICULTURAL LANDS.

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

- 1 SECTION 1. The purpose of this Act is to amend certain
- 2 land subdivision and condominium property regime laws related to
- 3 agricultural land, as recommended by the office of planning in
- 4 its study of subdivision and condominium property regimes on
- 5 agricultural lands on Oahu conducted pursuant to Act 278,
- 6 Session Laws of Hawaii 2019.
- 7 SECTION 2. Section 205-4.5, Hawaii Revised Statutes, is
- 8 amended as follows:
- 9 1. By amending subsection (a) to read:
- 10 "(a) Within the agricultural district, all lands with soil
- 11 classified by the land study bureau's detailed land
- 12 classification as overall (master) productivity rating class A
- 13 or B and for solar energy facilities, class B or C, shall be
- 14 restricted to the following permitted uses:
- 15 (1) Cultivation of crops, including crops for bioenergy,
- 16 flowers, vegetables, foliage, fruits, forage, and
- 17 timber;

1	(2)	Game and fish propagation;
2	(3)	Raising of livestock, including poultry, bees, fish,
3		or other animal or aquatic life that are propagated
4		for economic or personal use;
5	(4)	Farm dwellings, employee housing, farm buildings, or
6		activities or uses related to farming and animal
7		husbandry. "Farm dwelling", as used in this
8		paragraph, means a single-family dwelling located on
9		and [used in connection with] accessory to a farm,
10		including clusters of single-family farm dwellings
11		permitted within agricultural parks developed by the
12		State, or where agricultural activity provides income
13		to the family occupying the dwelling;
14	(5)	Public institutions and buildings that are necessary
15		for agricultural practices;
16	(6)	Public and private open area types of recreational
17		uses, including day camps, picnic grounds, parks, and
18		riding stables, but not including dragstrips,
19		airports, drive-in theaters, golf courses, golf

driving ranges, country clubs, and overnight camps;

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	( / /	rubile, private, and quasi public utility lines and
2		roadways, transformer stations, communications
3		equipment buildings, solid waste transfer stations,
4		major water storage tanks, and appurtenant small
5		buildings such as booster pumping stations, but not
6		including offices or yards for equipment, material,
7		vehicle storage, repair or maintenance, treatment
8		plants, corporation yards, or other similar
9		structures;
10	(8)	Retention, restoration, rehabilitation, or improvement
11		of buildings or sites of historic or scenic interest;
12	(9)	Agricultural-based commercial operations as described
13		in section 205-2(d)(15);
14	(10)	Buildings and uses, including mills, storage, and
15		processing facilities, maintenance facilities,
16		photovoltaic, biogas, and other small-scale renewable
17		energy systems producing energy solely for use in the
18		agricultural activities of the fee or leasehold owner
19		of the property, and vehicle and equipment storage
20		areas that are normally considered directly accessory

1		to the above-mentioned uses and are permitted under
2		section 205-2(d);
3	(11)	Agricultural parks;
4	(12)	Plantation community subdivisions, which as used in
5		this chapter means an established subdivision or
6		cluster of employee housing, community buildings, and
7		agricultural support buildings on land currently or
8		formerly owned, leased, or operated by a sugar or
9		pineapple plantation; provided that the existing
10		structures may be used or rehabilitated for use, and
11		new employee housing and agricultural support
12		buildings may be allowed on land within the
13		subdivision as follows:
14		(A) The employee housing is occupied by employees or
15		former employees of the plantation who have a
16		property interest in the land;
17		(B) The employee housing units not owned by their
18		occupants shall be rented or leased at affordable
19		rates for agricultural workers; or

1		(C) The agricultural support buildings shall be
2		rented or leased to agricultural business
3		operators or agricultural support services;
4	(13)	Agricultural tourism conducted on a working farm, or a
5		farming operation as defined in section 165-2, for the
6		enjoyment, education, or involvement of visitors;
7		provided that the agricultural tourism activity is
8		accessory and secondary to the principal agricultural
9		use and does not interfere with surrounding farm
10		operations; and provided further that this paragraph
11		shall apply only to a county that has adopted
12		ordinances regulating agricultural tourism under
13		section 205-5;
14	(14)	Agricultural tourism activities, including overnight
15		accommodations of twenty-one days or less, for any one
16		stay within a county; provided that this paragraph
17		shall apply only to a county that includes at least
18		three islands and has adopted ordinances regulating
19		agricultural tourism activities pursuant to section
20		205-5; provided further that the agricultural tourism
21		activities coexist with a bona fide agricultural

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1		activity. For the purposes of this paragraph, "bona
2		fide agricultural activity" means a farming operation
3		as defined in section 165-2;
4	(15)	Wind energy facilities, including the appurtenances
5		associated with the production and transmission of
6		wind generated energy; provided that the wind energy
7		facilities and appurtenances are compatible with
8		agriculture uses and cause minimal adverse impact on
9		agricultural land;
10	(16)	Biofuel processing facilities, including the
11		appurtenances associated with the production and
12		refining of biofuels that is normally considered
13		directly accessory and secondary to the growing of the
14		energy feedstock; provided that biofuel processing
15		facilities and appurtenances do not adversely impact
16		agricultural land and other agricultural uses in the
17		vicinity.
18		For the purposes of this paragraph:
19		"Appurtenances" means operational infrastructure
20		of the appropriate type and scale for economic
21		commercial storage and distribution, and other similar

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1	handling	of	feedstock,	fuels,	and	other	products	of
2	biofuel p	roc	cessing fac	ilities	•			

"Biofuel processing facility" means a facility
that produces liquid or gaseous fuels from organic
sources such as biomass crops, agricultural residues,
and oil crops, including palm, canola, soybean, and
waste cooking oils; grease; food wastes; and animal
residues and wastes that can be used to generate
energy;

10 Agricultural-energy facilities, including (17)11 appurtenances necessary for an agricultural-energy 12 enterprise; provided that the primary activity of the agricultural-energy enterprise is agricultural 13 14 activity. To be considered the primary activity of an 15 agricultural-energy enterprise, the total acreage 16 devoted to agricultural activity shall be not less 17 than ninety per cent of the total acreage of the 18 agricultural-energy enterprise. 19 agricultural-energy facility shall be limited to lands 20 owned, leased, licensed, or operated by the entity 21 conducting the agricultural activity.

1		As used in this paragraph:
2		"Agricultural activity" means any activity
3		described in paragraphs (1) to (3) of this subsection.
4		"Agricultural-energy enterprise" means an
5		enterprise that integrally incorporates an
6		agricultural activity with an agricultural-energy
7		facility.
8		"Agricultural-energy facility" means a facility
9		that generates, stores, or distributes renewable
10		energy as defined in section 269-91 or renewable fuel
11		including electrical or thermal energy or liquid or
12		gaseous fuels from products of agricultural activities
13		from agricultural lands located in the State.
14		"Appurtenances" means operational infrastructure
15		of the appropriate type and scale for the economic
16		commercial generation, storage, distribution, and
17		other similar handling of energy, including equipment,
18		feedstock, fuels, and other products of agricultural-
19		energy facilities;
20	(18)	Construction and operation of wireless communication
21		antennas, including small wireless facilities;

1		provided that, for the purposes of this paragraph,
2		"wireless communication antenna" means communications
3		equipment that is either freestanding or placed upon
4		or attached to an already existing structure and that
5		transmits and receives electromagnetic radio signals
6		used in the provision of all types of wireless
7		communications services; provided further that "small
8		wireless facilities" shall have the same meaning as in
9		section 206N-2; provided further that nothing in this
10		paragraph shall be construed to permit the
11		construction of any new structure that is not deemed a
12		permitted use under this subsection;
13	(19)	Agricultural education programs conducted on a farming
14		operation as defined in section 165-2, for the
15		education and participation of the general public;
16		provided that the agricultural education programs are
17		accessory and secondary to the principal agricultural
18		use of the parcels or lots on which the agricultural
19		education programs are to occur and do not interfere
20		with surrounding farm operations. For the purposes of
21		this paragraph, "agricultural education programs"

1		means activities or events designed to promote
2		knowledge and understanding of agricultural activities
3		and practices conducted on a farming operation as
4		defined in section 165-2;
5	(20)	Solar energy facilities that do not occupy more than
6		ten per cent of the acreage of the parcel, or twenty
7		acres of land, whichever is lesser or for which a
8		special use permit is granted pursuant to section 205-
9		6; provided that this use shall not be permitted on
10		lands with soil classified by the land study bureau's
11		detailed land classification as overall (master)
12		productivity rating class A;
13	(21)	Solar energy facilities on lands with soil classified
14		by the land study bureau's detailed land
15		classification as overall (master) productivity rating
16		B or C for which a special use permit is granted
17		pursuant to section 205-6; provided that:
18		(A) The area occupied by the solar energy facilities
19		is also made available for compatible
20		agricultural activities at a lease rate that is



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1	at	least fifty per cent below the fair market
2	re	nt for comparable properties;
3	(B) Pro	oof of financial security to decommission the
4	fa	cility is provided to the satisfaction of the
5	apj	propriate county planning commission prior to
6	da	te of commencement of commercial generation;
7	and	d
8	(C) So	lar energy facilities shall be decommissioned
9	at	the owner's expense according to the following
10	red	quirements:
11	(i)	Removal of all equipment related to the
12		solar energy facility within twelve months
13		of the conclusion of operation or useful
14		life; and
15	(ii)	Restoration of the disturbed earth to
16		substantially the same physical condition as
17		existed prior to the development of the
18		solar energy facility.
19	For the	purposes of this paragraph, "agricultural
20	activit	ies" means the activities described in
21	paragrag	ohs (1) to (3);

1	(22)	Geotherma	l resources exploration and geothermal
2		resources	development, as defined under section 182-1;
3		or	
4	(23)	Hydroelec	tric facilities, including the appurtenances
5		associate	d with the production and transmission of
6		hydroelec	tric energy, subject to section 205-2;
7		provided	that the hydroelectric facilities and their
8		appurtena	nces:
9		(A) Shal	l consist of a small hydropower facility as
10		defi	ned by the United States Department of
11		Energ	gy, including:
12		(i)	Impoundment facilities using a dam to store
13			water in a reservoir;
14		(ii)	A diversion or run-of-river facility that
15			channels a portion of a river through a
16			canal or channel; and
17		(iii)	Pumped storage facilities that store energy
18			by pumping water uphill to a reservoir at
19			higher elevation from a reservoir at a lower
20			elevation to be released to turn a turbine
21			to generate electricity;



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1	(B)	Comply with the state water code, chapter 174C;
2	(C)	Shall, if over five hundred kilowatts in
3		hydroelectric generating capacity, have the
4		approval of the commission on water resource
5		management, including a new instream flow
6		standard established for any new hydroelectric
7		facility; and
8	(D)	Do not impact or impede the use of agricultural
9		land or the availability of surface or ground
10		water for all uses on all parcels that are served
11		by the ground water sources or streams for which
12		hydroelectric facilities are considered."
13	2. By an	mending subsection (f) to read:
14	"[ <del>[</del> ](f)[ <del>]</del>	-] Notwithstanding any other law to the contrary,
15	agricultural l	lands may be subdivided and leased for the
16	agricultural ı	uses or activities permitted in subsection (a);
17	provided that:	
18	(1) The	principal use of the leased land is agriculture;
19	(2) No p	permanent or temporary dwellings or farm dwellings,
20	incl	Luding trailers and campers, are constructed on the
21	leas	sed area. This restriction shall not prohibit the

1		construction of storage sheds, equipment sheds, or
2		other structures appropriate to the agricultural
3		activity carried on within the lot; [and] provided
4		that any violation of this paragraph shall be subject
5		to county enforcement authority and fines pursuant to
6		sections 46-4, 205-12, and 205-13; and
7	(3)	The lease term for a subdivided lot shall be for at
8		least as long as the greater of:
9		(A) The minimum real property tax agricultural
10		dedication period of the county in which the
11		subdivided lot is located; or
12		(B) Five years.
13	Lots crea	ted and leased pursuant to this section shall be legal
14	lots of re	ecord for mortgage lending purposes and shall be exempt
15	from count	ty subdivision standards."
16	SECT	ION 3. Section 514B-52, Hawaii Revised Statutes, is
17	amended by	y amending subsection (b) to read as follows:
18	"(b)	An application for registration of a project in the
19	agricultu	ral district classified pursuant to chapter 205 shall
20	include a	verified statement, signed by an appropriate county
21	official,	that the project as described and set forth in the

- 1 project's declaration, condominium map, bylaws, and house rules
- 2 does not include any restrictions limiting or prohibiting
- 3 agricultural uses or activities, in compliance with section
- 4 205-4.6. The statement shall also include the applicant's
- 5 assessment and county comments regarding the availability of
- 6 supportive infrastructure, any potential impact on governmental
- 7 plans and resources, sensitive environmental resources, and any
- 8 other requirements pursuant to county ordinances and rules. The
- 9 developer's public report shall include the verified statement
- 10 in addition to the information required by section 514B-83. The
- 11 commission shall not accept the registration of a project where
- 12 a county official has not signed a verified statement."
- 13 SECTION 4. This Act does not affect rights and duties that
- 14 matured, penalties that were incurred, and proceedings that were
- 15 begun before its effective date.
- 16 SECTION 5. Statutory material to be repealed is bracketed
- 17 and stricken. New statutory material is underscored.
- 18 SECTION 6. This Act shall take effect on July 1, 2050.

#### Report Title:

Agricultural Lands; Land Subdivisions; Condominium Property Regime

#### Description:

Amends certain land subdivision and condominium property regime laws related to agricultural land, as recommended pursuant to Act 278, Session Laws of Hawaii 2019, to ensure condominium property regime projects within the agricultural district are used for agricultural purposes. Takes effect 7/1/2050. (SD1)

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