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A BILL FOR AN ACT

RELATING TO INCLUSIONARY ZONING.

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

SECTION 1. Section 46-4, Hawaii Revised Statutes, is amended to read as follows:

3 "§46-4 County zoning. (a) This section and any
4 ordinance, rule, or regulation adopted in accordance with this
5 section shall apply to lands not contained within the forest
6 reserve boundaries as established on January 31, 1957, or as
7 subsequently amended.

8 Zoning in all counties shall be accomplished within the 9 framework of a long-range, comprehensive general plan prepared 10 or being prepared to guide the overall future development of the 11 county. Zoning shall be one of the tools available to the 12 county to put the general plan into effect in an orderly manner. 13 Zoning in the counties of Hawaii, Maui, and Kauai means the 14 establishment of districts of such number, shape, and area, and 15 the adoption of regulations for each district to carry out the 16 purposes of this section. In establishing or regulating the districts, full consideration shall be given to all available 17



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1 data as to soil classification and physical use capabilities of 2 the land to allow and encourage the most beneficial use of the 3 land consonant with good zoning practices. The zoning power granted herein shall be exercised by ordinance which may relate 4 5 to: 6 The areas within which agriculture, forestry, (1)7 industry, trade, and business may be conducted; 8 (2) The areas in which residential uses may be requlated 9 or prohibited; 10 The areas bordering natural watercourses, channels, (3) 11 and streams, in which trades or industries, filling or 12 dumping, erection of structures, and the location of 13 buildings may be prohibited or restricted; The areas in which particular uses may be subjected to 14 (4)15 special restrictions; 16 (5) The location of buildings and structures designed for 17 specific uses and designation of uses for which 18 buildings and structures may not be used or altered; 19 The location, height, bulk, number of stories, and (6) 20 size of buildings and other structures; The location of roads, schools, and recreation areas; 21 (7)



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1 . (8) Building setback lines and future street lines; 2 The density and distribution of population; (9) 3 (10)The percentage of a lot that may be occupied, size of 4 yards, courts, and other open spaces; 5 (11)Minimum and maximum lot sizes; and 6 (12)Other regulations the boards or city council find 7 necessary and proper to permit and encourage the orderly development of land resources within their 8 9 jurisdictions. 10 The council of any county shall prescribe rules, 11 regulations, and administrative procedures and provide personnel 12 it finds necessary to enforce this section and any ordinance 13 enacted in accordance with this section. The ordinances may be 14 enforced by appropriate fines and penalties, civil or criminal, 15 or by court order at the suit of the county or the owner or

16 owners of real estate directly affected by the ordinances.

Any civil fine or penalty provided by ordinance under this section may be imposed by the district court, or by the zoning agency after an opportunity for a hearing pursuant to chapter 91. The proceeding shall not be a prerequisite for any injunctive relief ordered by the circuit court.



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Nothing in this section shall invalidate any zoning
 ordinance or regulation adopted by any county or other agency of
 government pursuant to the statutes in effect prior to July 1,
 1957.

5 The powers granted herein shall be liberally construed in 6 favor of the county exercising them, and in such a manner as to 7 promote the orderly development of each county or city and 8 county in accordance with a long-range, comprehensive general 9 plan to ensure the greatest benefit for the State as a whole. 10 This section shall not be construed to limit or repeal any 11 powers of any county to achieve these ends through zoning and 12 building regulations, except insofar as forest and water reserve 13 zones are concerned and as provided in subsections (c) and (d). 14 Neither this section nor any ordinance enacted pursuant to 15 this section shall prohibit the continued lawful use of any 16 building or premises for any trade, industrial, residential, 17 agricultural, or other purpose for which the building or 18 premises is used at the time this section or the ordinance takes 19 effect; provided that a zoning ordinance may provide for 20 elimination of nonconforming uses as the uses are discontinued, 21 or for the amortization or phasing out of nonconforming uses or



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signs over a reasonable period of time in commercial, 1 2 industrial, resort, and apartment zoned areas only. In no event shall such amortization or phasing out of nonconforming uses 3 4 apply to any existing building or premises used for residential 5 (single-family or duplex) or agricultural uses. Nothing in this section shall affect or impair the powers and duties of the 6 7 director of transportation as set forth in chapter 262. 8 (b) Any final order of a zoning agency established under 9 this section may be appealed to the circuit court of the circuit 10 in which the land in question is found. The appeal shall be in 11 accordance with the Hawaii rules of civil procedure. 12 (c) Each county may adopt reasonable standards to allow 13 the construction of two single-family dwelling units on any lot 14 where a residential dwelling unit is permitted. 15 (d) Neither this section nor any other law, county 16 ordinance, or rule shall prohibit group living in facilities 17 with eight or fewer residents for purposes or functions that are 18 licensed, certified, registered, or monitored by the State; 19 provided that a resident manager or a resident supervisor and 20 the resident manager's or resident supervisor's family shall not 21 be included in this resident count. These group living



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facilities shall meet all applicable county requirements not
 inconsistent with the intent of this subsection, including but
 not limited to building height, setback, maximum lot coverage,
 parking, and floor area requirements.

(e) Neither this section nor any other law, county
ordinance, or rule shall prohibit the use of land for employee
housing and community buildings in plantation community
subdivisions as defined in section 205-4.5(a)(12); in addition,
no zoning ordinance shall provide for the elimination,
amortization, or phasing out of plantation community
subdivisions as a nonconforming use.

(f) Neither this section nor any other law, county ordinance, or rule shall prohibit the use of land for medical cannabis production centers or medical cannabis dispensaries established and licensed pursuant to chapter 329D; provided that the land is otherwise zoned for agriculture, manufacturing, or retail purposes.

(g) Neither this section nor any other law, county
 ordinance, or rule shall impose an inclusionary zoning
 requirement on housing offered exclusively for sale in
 perpetuity to buyers who:



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1 (1) Are residents of the State; 2 (2) Are owner-occupants; and (3) Do not own any other real property. 3 4 (h) As used in this section, "inclusionary zoning 5 requirement" means any requirement to set aside a fraction of a 6 housing development to be sold at below market prices." 7 SECTION 2. Each county shall submit a report on 8 inclusionary zoning requirements, including the number of 9 housing units still owned by original owners and the resale 10 prices of or profit realized from resold units to the 11 legislature no later than twenty days prior to the convening of 12 the regular sessions of 2022, 2023, 2024, 2025, and 2026. 13 SECTION 3. 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 4. New statutory material is underscored.

SECTION 5. This Act shall take effect upon its approval.



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Report Title:

Housing; Development; Counties; Inclusionary Zoning; Exemption; Report

Description:

Prohibits any law, ordinance, or rule from imposing an inclusionary zoning requirement on housing offered exclusively for sale in perpetuity to buyers who are residents of the State, are owner-occupants, and do not own any other real property. Requires each county to submit a report on inclusionary zoning requirements to the legislature every year until the regular session of 2026. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

