DAVID Y. IGE GOVERNOR

June 27, 2022

EXECUTIVE CHAMBERS
HONOLULU

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty-First State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty-First State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 27, 2022, the following bill was signed into law:

SB3334 SD2 HD1 CD1

RELATING TO GOVERNMENT OPERATIONS. **ACT 220**

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

JUN 2 7 2022

on _____THE SENATE
THIRTY-FIRST LEGISLATURE, 2022
STATE OF HAWAII

ACT 220 S.B. NO. S.D. 2 H.D. 1 C.D. 1

A BILL FOR AN ACT

RELATING TO GOVERNMENT OPERATIONS.

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

1	PART I
2	SECTION 1. The legislature finds that the effective,
3	efficient, and appropriate development and redevelopment of
4	state lands is an important priority, both for the purposes of
5	economic development and for the creation of new facilities that
6	are of benefit to the public. However, at present, expertise
7	with land development is scattered around state government. The
8	office of planning and sustainable development and the Hawaii
9	state energy office are a part of, and the Hawaii green
10	infrastructure authority is administratively attached to, the
11	department of business, economic development, and tourism. The
12	State's two real estate development agencies, the Hawaii housing
13	finance and development corporation and Hawaii community
14	development authority are also administratively attached to this
15	department. The director of the office of planning and
16	sustainable development and executive director of the Hawaii
17	housing finance and development corporation are the co-chairs of
18	the Hawaii interagency council for transit-oriented development.
	2022-3241 SB3334 CD1 SMA.doc

- 1 The Hawaii technology development corporation is
- 2 administratively attached to the department of business,
- 3 economic development, and tourism and has recently become
- 4 responsible for the development of the first responders campus
- 5 on Oahu. The Hawaii tourism authority is also administratively
- 6 attached to the department of business, economic development,
- 7 and tourism and is considering redeveloping all or a part of the
- 8 Hawaii convention center.
- 9 However, the stadium authority is currently attached to the
- 10 department of accounting and general services and is responsible
- 11 for the construction of a new stadium and the development of the
- 12 area surrounding the stadium, which includes more than seventy
- 13 acres, is adjacent to the new Honolulu rail line, and is
- 14 currently used as a parking lot.
- 15 Consolidating the State's land development functions within
- 16 the department of business, economic development, and tourism
- 17 would centralize the State's land development expertise and
- 18 thereby more efficiently use the State's limited financial
- 19 resources and personnel.
- 20 Accordingly, the purpose of this Act is to improve the
- 21 operation of state government by:

1	(1)	Establishing the director of business, economic
2		development, and tourism, or the director's designee,
3		as an ex officio voting member of the Hawaii tourism
4		authority and the stadium authority;
5	(2)	Transferring the stadium authority from the department
6		of accounting and general services to the department
7		of business, economic development, and tourism;
8	(3)	Amending the composition of the stadium authority;
9	(4)	Amending the development guidance policies of the
10		stadium authority; and
11	(5)	Reducing the amount of general obligation bonds that
12		may be issued to the stadium authority for the stadium
13		development district.
14		PART II
15	SECT	TION 2. The purpose of this part is to add the director
16	of busine	ess, economic development, and tourism to the board of
17	the Hawai	i tourism authority as an ex officio voting member.
18	SECT	CION 3. Section 201B-2, Hawaii Revised Statutes, is
19	amended b	by amending subsection (b) to read as follows:

1	" (b)	The authority shall be headed by a policy-making
2	board of	directors that shall consist of twelve members;
3	provided	that:
4	(1)	The members shall be appointed by the governor as
5		provided in section 26-34, except as provided by this
6		section;
7	(2)	The members shall include at least one representative
8		each from the city and county of Honolulu and the
9		counties of Hawaii, Kauai, and Maui;
10	(3)	Three members shall be appointed by the governor from
11		a list of three names submitted for each appointment
12		by the president of the senate, and three members
13		shall be appointed by the governor from a list of
14		three names submitted for each appointment by the
15		speaker of the house of representatives; provided that
16		if fewer than three names are submitted for each
17		appointment, the governor may disregard the list;
18	(4)	At least six members shall have knowledge, experience
19		and expertise in the area of accommodations,
20		transportation, retail, entertainment, or attractions
21		and at least one member appointed by the governor

1		shall have knowledge, experience, and expertise in the
2		area of Hawaiian cultural practices; provided that no
3		more than three members shall represent, be employed
4		by, or be under contract to any sector of the industry
5		represented on the board;
6	(5)	One member shall be the director of business, economic
7		development, and tourism, or the director's designee,
8		who shall be an ex officio voting member;
9	[(5)]	(6) The governor shall make appointments to ensure
10		the fulfillment of all requirements of paragraphs (2)
11		and (4); provided that upon the occurrence of a
12		vacancy subject to paragraph (3), the governor shall
13		notify the president of the senate and the speaker of
14		the house of representatives of any unfulfilled
15		requirements pursuant to paragraphs (2) and (4), and
16		the president of the senate or the speaker of the
17		house of representatives, as appropriate, shall submit
18	·	nominees who fulfill those requirements; and
19	[(6)]	(7) No person who has served as a member of the board
20		of directors of the Hawaii Visitors and Convention
21		Bureau shall be eligible to sit as a member of the

•		board of directors of the nawall courtsm authority
2		until at least two years have expired between the
3		person's termination from service on the Hawaii
4		Visitors and Convention Bureau board and the person's
5		appointment to the authority's board of directors."
6	SECTI	ON 4. The amendments made to section 201B-2, Hawaii
7	Revised St	atutes, shall apply to any vacancy of a Hawaii tourism
8	authority	board of directors member appointed pursuant to
9	section 20	1B-2(b)(2) or (4), Hawaii Revised Statutes, that
10	occurs on	or after the effective date of this Act.
11		PART III
12	SECTI	ON 5. The purpose of this part is to:
13	(1)	Transfer the stadium authority from the department of
14		accounting and general services to the department of
15		business, economic development, and tourism; and
16	(2)	Make amendments to chapter 206E, Hawaii Revised
17		Statutes, relating to the membership of the stadium
18		authority, development guidance policies of the
19		stadium authority, and the amount of general
20		obligation bonds that may be issued to the stadium
21		authority.

1	SECTION 6. Section 109-1, Hawaii Revised Statutes, is
2	amended by amending subsection (a) to read as follows:
3	"(a) There shall be within the department of [accounting
4	and general services] business, economic development, and
5	tourism for administrative purposes only, a stadium authority
6	whose responsibility shall be to maintain, operate, and manage
7	the stadium development district. The authority shall consist
8	of eleven members. Eight members [who] shall be appointed by
9	the governor in the manner prescribed by section 26-34.
10	Of the [eleven] eight public members:
11	(1) One member shall be designated as the Aiea community
12	representative and be a resident of one of the
13	following areas:
14	(A) Excluding Ford Island, the area beginning at the
15	intersection of the shoreline and Admiral Clarey
16	(Ford Island) Bridge and running:
17	(i) Easterly along said bridge to Salt Lake
18	boulevard;
19	(ii) Southeasterly along said boulevard to
20	Luapele drive;
21	(iii) Westerly along said drive to Fleet place.

1	(iv)	Westerly along said place to Ulithi street;
2	(v)	Southwesterly along said street to Luapele
3		road;
4	(vi)	Westerly along said road to Ulihi road;
5	(vii)	Westerly along said road to Makalapa drive;
6	(viii)	Southwesterly along said drive to Halawa
7		drive;
8	(ix)	Northwesterly along said drive to Kamehameha
9		highway;
10	(x)	Northerly along said highway to Halawa
11		stream;
12	(xi)	Westerly along said stream to the shoreline;
13		and
14	(xii)	Northerly along said shoreline to its
15		intersection with Admiral Clarey (Ford
16		Island) Bridge;
17	(B) The	area beginning at the intersection of Kaonohi
18	stre	et and H-1 freeway and running:
19	(i)	Southeasterly along said freeway to the
20		Moanalua freeway - Kamehameha highway
21		connector;

1	(ii)	Northwesterly along said highway connector
2		to Kamehameha highway;
3	(iii)	Northwesterly along said highway to Aiea
4		stream;
5	(iv)	Southerly along said stream to the
6		shoreline;
7	(v)	Northwesterly along said shoreline to
8		Kalauao stream;
9	(vi)	Northeasterly along said stream to
10		Kamehameha highway;
11	(vii)	Northwesterly along said highway to Kaonohi
12		street; and
13	(viii)	Northeasterly along said street to its
14		intersection with H-1 freeway; or
15	(C) The	area beginning at the intersection of Waimalu
16	stre	am and Koolau ridge and running:
17	(i)	Southeasterly along said ridge to
18		Ewa-Honolulu district boundary;
19	(ii)	Southwesterly along said boundary to Red
20		Hill Naval Reservation boundary;

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1	(iii)	Southwesterly along said boundary to Tampa
2		drive;
3	(iv)	Westerly along said drive to the unnamed
4		road;
5	(v)	Northerly along said road to Icarus way;
6	(vi)	Westerly along said way to the unnamed road;
7	(vii)	Southwesterly along said road to Moanalua
8		freeway (H-201);
9	(viii)	Westerly along said freeway to H-1 freeway;
10	(ix)	Northwesterly along said freeway to Kaonohi
11		street;
12	(x)	Southwesterly along said street to Moanalua
13		road;
14	(xi)	Westerly along said road to Kaahumanu
15		street;
16	(xii)	Northerly along said street to Komo Mai
17		drive;
18	(xiii)	Easterly along said drive to Punanani gulch;
19	(xiv)	Northeasterly along said gulch to the
20		powerline;

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1		(xv)	Southeasterly along said powerline to
2			Waimalu stream;
3		(xvi)	Northeasterly along said stream to Aiea
4			stream;
5		(xvii)	Easterly along said stream to Waimalu
6			stream; and
7		(xviii)	Southeasterly along said stream to its
8			intersection with Koolau ridge; and
9	(2)	One membe	r shall be [from] designated as the west
10		Honolulu	community representative and be a resident of
11		the area	beginning at the intersection of H-1 freeway
12		and Moana	lua freeway (H-201) and running:
13		(A) Sout	heasterly along said freeway to Aliamanu
14		Mili	tary Reservation southern boundary;
15	,	(B) West	erly along said boundary to Wanaka street;
16		(C) Sout	hwesterly along said street to Likini street;
17		(D) Nort	hwesterly along said street to Ukana street;
18		(E) Sout	hwesterly along said street to Keaka drive;
19		(F) Nort	hwesterly along said drive to Manuwa drive;
20		(G) Sout	heasterly along said drive to Pakini street;
21		(H) Sout	hwesterly along said street to Keaka drive;

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1	(I)	Southerly along said drive to Puolo drive;	
2	(U)	Westerly along said drive to Likini street;	
3	(K)	Southerly along said street to Maluna street;	
4	(L)	Westerly along said street to Salt Lake	
5		boulevard;	
6	(M)	Southeasterly along said boulevard to the former	
7		street entrance to U.S. Naval Reservation;	
8	(N)	Southwesterly along said feature to Reeves loop;	
9	(0)	Southwesterly along said loop to Radford drive;	
10	(P)	Westerly along said drive to H-1 freeway; and	
11	(Q)	Northerly along said freeway to its intersection	
12		with Moanalua freeway (H-201).	
13	Each public me	mber of the authority shall have been a citizen of	
14	the United Sta	tes and a resident of the State for at least five	
15	years next preceding the member's appointment. The [eleven]		
16	remaining three members shall include the director of business,		
17	economic devel	opment, and tourism or the director's designee,	
18	who shall be a	n ex officio voting member, and the president of	
19	the University	of Hawaii and [the] superintendent of education,	
20	or their designees, who shall be ex officio nonvoting members of		
21	the authority	[but shall not vote]."	

- 1 SECTION 7. Section 206E-221, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "[+] \$206E-221[+] Stadium development district; purpose;
- 4 findings. The legislature finds that the aloha stadium and
- 5 lands under the jurisdiction of the stadium authority and
- 6 department of [accounting and general services] business,
- 7 economic development, and tourism are underutilized. The
- 8 stadium facility has been in dire need of significant repair and
- 9 maintenance for many years. The stadium authority has
- 10 considered repairing, upgrading, and replacing the existing
- 11 facility to optimize the public's enjoyment and ensure public
- 12 safety. Redeveloping, renovating, or improving these public
- 13 lands in a manner that will provide suitable recreational,
- 14 residential, educational, and commercial areas, where the public
- 15 can live, congregate, recreate, attend schools, and shop, as
- 16 part of a thoughtfully integrated experience, is in the best
- 17 interests of the State and its people.
- 18 This part establishes the stadium development district to
- 19 make optimal use of public land for the economic, residential,
- 20 educational, and social benefit of the people of Hawaii.

1	The legislature finds that the jurisdiction of the
2	authority shall include development within the stadium
3	development district. Any development within the district shall
4	require a permit from the authority."
5	SECTION 8. Section 206E-224, Hawaii Revised Statutes, is
6	amended to read as follows:
7	"§206E-224 Development guidance policies. The following
8	shall be the development guidance policies generally governing
9	the authority's actions in the district:
10	(1) Development shall be in accordance with stadium
11	development district development plans [or transit
12	oriented development plans] adopted by the stadium
13	authority for the development of the district;
14	provided that the plan or plans shall consider any
15	county [transit-oriented] development plan and allow
16	for public input in the plan's preparation and
17	updates;
18	(2) The authority, upon the concurrence of a majority of
19	its voting members, may modify and make changes to a
20	transit-oriented development plan with respect to the
21	district to respond to changing conditions: provided

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	plan, the authority shall conduct a public hearing to
	inform the public of the proposed changes and receive
	<pre>public input;</pre>
(3)	The authority shall seek to promote economic
	development and employment opportunities by fostering
	diverse land uses and encouraging private sector
	investments that use the opportunities presented by
	the high-capacity transit corridor project consistent
	with the needs of the public, including mixed-use
	housing and housing in transit-oriented developments;
(4)	The authority may engage in planning, design, and
	construction activities within and outside the
	district; provided that activities outside the
	district shall relate to infrastructure development,
	area-wide drainage improvements, roadway realignments
	and improvements, business and industrial relocation,
	and other activities the authority deems necessary to
	carry out development of the district and implement

this part. The authority may undertake studies or

coordinate activities in conjunction with the county

that before amending a transit-oriented development

1		and appropriate state agencies and may address
2		facility systems, industrial relocation, and other
3		activities;
4	(5)	Archaeological, historic, and cultural sites shall be
5		preserved and protected in accordance with chapter 6E;
6	(6)	Endangered species of flora and fauna shall be
7		preserved to the extent required by law;
8	(7)	Land use and development activities within the
9		district shall be coordinated with and, to the extent
10		possible, complement existing county and state
11		policies, plans, and programs affecting the district;
12		and
13	(8)	Public facilities within the district shall be
14		planned, located, and developed to support the
15		development policies established by this chapter for
16		the district and rules adopted pursuant to this
17		chapter."
18	SECT	ION 9. Section 206E-225, Hawaii Revised Statutes, is
19	amended t	o read as follows:
20	"§20	6E-225 Stadium development district governance;
21	memorandu	m of agreement. Notwithstanding sections 206E-3 and

- 1 206E-4.1, the stadium authority established pursuant to section
- 2 109-1 shall have sole jurisdiction regarding matters affecting
- 3 the stadium development district; provided that the Hawaii
- 4 community development authority[7]; department of [accounting
- 5 and general services, business, economic development, and
- 6 tourism; and stadium authority shall enter into a memorandum of
- 7 agreement regarding the implementation of responsibilities of
- 8 the respective agencies."
- 9 SECTION 10. Act 268, Session Laws of Hawaii 2019,
- 10 section 6, as amended by section 5 of Act 4, Session Laws of
- 11 Hawaii 2020, as amended by section 18 of Act 146, Session Laws
- 12 of Hawaii 2021, is amended to read as follows:
- "SECTION 6. The director of finance is authorized to issue
- 14 general obligation bonds in the sum of [\$170,000,000]
- 15 \$20,000,000 or so much thereof as may be necessary and the same
- 16 sum or so much thereof as may be necessary is appropriated for
- 17 fiscal year 2019-2020 to the stadium authority for the stadium
- 18 development district; provided that the appropriation made for
- 19 the capital improvement project authorized by this section shall
- 20 not lapse at the end of the fiscal year for which the
- 21 appropriation is made; provided further that all moneys from the

- 1 appropriation unencumbered as of June 30, 2024, shall lapse as
- 2 of that date.
- 3 The sum appropriated shall be expended by the stadium
- 4 authority for the purposes of this Act."
- 5 SECTION 11. All rights, powers, functions, and duties of
- 6 the department of accounting and general services as they relate
- 7 to the stadium authority are transferred to the department of
- 8 business, economic development, and tourism.
- 9 All officers and employees whose functions are transferred
- 10 by this part shall be transferred with their functions and shall
- 11 continue to perform their regular duties upon their transfer,
- 12 subject to the state personnel laws and this part.
- No officer or employee of the State having tenure shall
- 14 suffer any loss of salary, seniority, prior service credit,
- 15 vacation, sick leave, or other employee benefit or privilege as
- 16 a consequence of this part, and such officer or employee may be
- 17 transferred or appointed to a civil service position without the
- 18 necessity of examination; provided that the officer or employee
- 19 possesses the minimum qualifications for the position to which
- 20 transferred or appointed; provided further that subsequent

- 1 changes in status may be made pursuant to applicable civil
- 2 service and compensation laws.
- 3 An officer or employee of the State who does not have
- 4 tenure and who may be transferred or appointed to a civil
- 5 service position as a consequence of this part shall become a
- 6 civil service employee without the loss of salary, seniority,
- 7 prior service credit, vacation, sick leave, or other employee
- 8 benefits or privileges and without the necessity of examination:
- 9 provided that such officer or employee possesses the minimum
- 10 qualifications for the position to which transferred or
- 11 appointed.
- If an office or position held by an officer or employee
- 13 having tenure is abolished, the officer or employee shall not
- 14 thereby be separated from public employment, but shall remain in
- 15 the employment of the State with the same pay and classification
- 16 and shall be transferred to some other office or position for
- 17 which the officer or employee is eligible under the personnel
- 18 laws of the State as determined by the head of the department or
- 19 the governor.
- 20 SECTION 12. All rules, policies, procedures, guidelines,
- 21 and other material adopted or developed by the department of

- 1 accounting and general services to implement provisions of the
- 2 Hawaii Revised Statutes that are reenacted or made applicable to
- 3 the department of business, economic development, and tourism by
- 4 this part shall remain in full force and effect until amended or
- 5 repealed by the department of business, economic development,
- 6 and tourism pursuant to chapter 91, Hawaii Revised Statutes.
- 7 In the interim, every reference to the department of
- 8 accounting and general services, or comptroller in those rules,
- 9 policies, procedures, guidelines, and other material is amended
- 10 to refer to the department of business, economic development,
- 11 and tourism or director of business, economic development, and
- 12 tourism, as appropriate.
- 13 SECTION 13. All deeds, leases, contracts, loans,
- 14 agreements, permits, or other documents executed or entered into
- 15 by or on behalf of the department of accounting and general
- 16 services, pursuant to the provisions of the Hawaii Revised
- 17 Statutes, that are reenacted or made applicable to the
- 18 department of business, economic development, and tourism by
- 19 this part shall remain in full force and effect. Upon the
- 20 effective date of this part, every reference to the department
- 21 of accounting and general services or the comptroller therein

- 1 shall be construed as a reference to the department of business,
- 2 economic development, and tourism or the director of business,
- 3 economic development, and tourism, as appropriate.
- 4 SECTION 14. All appropriations, records, equipment,
- 5 machines, files, supplies, contracts, books, papers, documents,
- 6 maps, and other personal property heretofore made, used,
- 7 acquired, or held by the department of accounting and general
- 8 services relating to the functions transferred to the department
- 9 of business, economic development, and tourism shall be
- 10 transferred with the functions to which they relate.
- 11 PART IV
- 12 SECTION 15. Statutory material to be repealed is bracketed
- 13 and stricken. New statutory material is underscored.
- 14 SECTION 16. This Act shall take effect on July 1, 2022.

S.B. NO.

APPROVED this 27th day of June , 2022

GOVERNOR OF THE STATE OF HAWAII

THE SENATE OF THE STATE OF HAWAI'I

Date: May 3, 2022 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2022.

Mun-Mar President of the Senate

Clerk of the Senate

SB No. 3334, SD 2, HD 1, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 3, 2022 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2022.

Ban

Scott K. Saiki Speaker House of Representatives

N. L. Peter

Brian L. Takeshita Chief Clerk

House of Representatives