DAVID Y. IGE GOVERNOR

June 27, 2022

EXECUTIVE CHAMBERS

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:

HB1436 HD1 SD2 CD1

RELATING TO DEVELOPMENT RIGHTS. **ACT 223** 

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

### **ORIGINAL**

Approved by the Governor

**ACT 223** 

HOUSE OF REPRESENTATIVES THIRTY-FIRST LEGISLATURE, 2022 STATE OF HAWAII

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

### A BILL FOR AN ACT

RELATING TO DEVELOPMENT RIGHTS.

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

- 1 SECTION 1. The legislature finds that climate change is
- 2 real. Rising sea levels throughout the State will erode
- 3 beaches, damage habitats, and disrupt ecological processes and
- 4 cause saline intrusion into freshwater ecosystems and
- 5 groundwater, flooding or inundation of low-lying areas, and
- 6 damage to private and public property and infrastructure.
- 7 The purpose of this Act is to expand the authority of the
- 8 counties to regulate the transfer of development rights to help
- 9 protect areas vulnerable to sea level rise, coastal erosion,
- 10 storm surge, and flooding, thereby facilitating the potential
- 11 movement of development away from at-risk areas to locations
- 12 more appropriate for development.
- 13 SECTION 2. Section 46-161, Hawaii Revised Statutes, is
- 14 amended to read as follows:
- "[+]\$46-161[+] Findings and purpose. The legislature
- 16 finds that there is a need to clarify the authority of the

## H.B. NO. H.D. S.D. 2

1	Countres	to exercise the power to transfer development rights	
2	within a	comprehensive planning program to:	
3	(1)	Protect the natural, scenic, recreational, and	
4		agricultural qualities of open lands including	
5		critical resource areas; [and]	
6	(2)	Enhance sites and areas of special character or	
7		special historical, cultural, aesthetic, or economic	
8		<pre>interest or value[+]; and</pre>	
9	<u>(3)</u>	Protect from development lands that are vulnerable to	
10		impacts and hazards from sea level rise, coastal	
11		erosion, storm surge, and flooding associated with	
12		climate change.	
13	The	legislature finds that transfer of development rights	
14	programs	can help to ensure proper growth, while protecting open	
15	and dist	inctive areas and spaces of varied size and character,	
16	including many areas that have significant agricultural,		
17	ecological, scenic, historical, aesthetic, or economic value.		
18	These ar	eas, if preserved and maintained in their present state,	
19	would constitute important physical, social, aesthetic, or		
20	economic assets to existing or impending urban and metropolitan		
21	developm	ent. The legislature further finds that the transfer of	

# H.B. NO. H.D. S.D. S.D.

- 1 development rights from lands vulnerable to or adversely
- 2 affected by sea level rise, coastal erosion, storm surge, or
- 3 flooding to lands that are not at risk from these hazards would
- 4 reduce property losses and result in long-term economic and
- 5 fiscal benefits to communities and government. The legislature
- 6 [further] also finds that transferring development rights is a
- 7 useful technique to achieve community objectives. Properly
- 8 utilized, the concept can be fully consistent with comprehensive
- 9 planning requirements. The legislature further finds and
- 10 declares that the concept, utilizing the normal market in land,
- 11 can provide a mechanism of just compensation to owners of
- 12 property to be protected or preserved."
- 13 SECTION 3. Section 46-163, Hawaii Revised Statutes, is
- 14 amended to read as follows:
- 15 "[f]\$46-163[f] Conditions for the transfer of development
- 16 rights. In addition to any existing power, duty, and authority
- 17 of the counties to regulate land uses by planning or zoning, the
- 18 counties are hereby authorized to transfer and regulate the
- 19 transfer of development rights, subject to the conditions set
- 20 forth under this part, as well as planning laws, zoning laws,
- 21 and any other conditions as the legislative body of each county

### H.B. NO. 1436 H.D. 1 S.D. 2 C.D. 1

1	deems nec	essary and appropriate. The purpose of providing for
2	transfer	of development rights shall be to:
3	(1)	Protect the natural, scenic, and agricultural
4		qualities of open lands;
5	(2)	Enhance sites and areas of special character or
6		special historical, cultural, aesthetic, or economic
7		interest or value; [and]
8	(3)	Protect lands at risk from sea level rise, coastal
9		erosion, storm surge, or flooding; and
10	[ <del>-(3)</del> -]	(4) Enable and encourage flexibility of design and
11		careful management of land in recognition of land as a
12		basic and valuable natural resource."
13	SECT	ION 4. Statutory material to be repealed is bracketed
14	and stric	ken. New statutory material is underscored.
15	SECT	ION 5. This Act shall take effect upon its approval.

APPROVED this 27thday of June , 2022

Agrid Y Le GOVERNOR OF THE STATE OF HAWAII

2022-3230 HB1436 CD1 HMSO

#### 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.

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Scott K. Saiki Speaker House of Representatives

The Little

Brian L. Takeshita

Chief Clerk

House of Representatives

### 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.

resident of the Senate

Clerk of the Senate