

LAND USE COMMISSION

Komikina Hoʻohana ʻĀina

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

Ka ʻOihana Hoʻomōhala Pāʻoihana, ʻImi Wai wai a Hoʻomākaʻikaʻi

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Statement of

Daniel E. Orodenker

Executive Officer

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Before the House Committee on Economic Development and Technology

State Land Use Commission

Friday March 21, 2025 10:00 AM State Capitol, Room 423 and Video Conference

In consideration of HCR157/HR152

ESTABLISHING THE TASK FORCE FOR SPEED TO IDENTIFY ACTIONS NEEDED TO EXPEDITE, FACILITATE, AND COORDINATE STATE AND INTERGOVERNMENTAL PERMIT PROCESSES

Chair Ilagan; Vice Chair Hussey; and members of the House Committee on Economic Development and Technology:

The proposed resolution would establish a task force, under a chair to be appointed by the House Speaker, to simplify permitting for enhanced economic development. A report with findings and recommendations, including proposed legislation, would be required prior to the 2026 Legislature's Regular Session.

The Land Use Commission ("LUC") has been identified to participate and be represented on the task force. Representatives on the task force have been asked to be designated no later than August 1, 2025.

The LUC supports the intent of the resolution and would participate on such a task force.

Thank you for the opportunity to testify on this matter.

JOSH GREEN, M.D. GOVERNOR

> SYLVIA LUKE LT. GOVERNOR



STATE OF HAWAII

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT AND TOURISM HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION 677 QUEEN STREET, SUITE 300
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Statement of **DEAN MINAKAMI**

Hawaii Housing Finance and Development Corporation Before the

HOUSE COMMITTEE ON ECONOMIC DEVELOPMENT & TECHNOLOGY

March 21, 2025 at 10:00 a.m. State Capitol, Room 423

In consideration of H.C.R 157/ H.R. 152

ESTABLISHING THE TASK FORCE FOR SPEED (SIMPLIFYING PERMITTING FOR ENHANCED ECONOMIC DEVELOPMENT) TO IDENTIFY ACTIONS NEEDED TO EXPEDITE, FACILITATE, AND COORDINATE STATE AND INTERGOVERNMENTAL PERMIT PROCESSES.

Chair Ilagan, Vice Chair Hussey, and members of the Committee.

HHFDC supports HCR 157/ HR 152.

The permitting process is often time-consuming due to the understaffing of resource-constrained agencies, the complexity and multiplicity of requirements, the sequential and contingent nature of reviews, and the potential for legal challenges, among other things. The entitlement and permitting process can take over five years, creating significant delays and uncertainty for housing projects, increasing carrying costs and capital market risks, and deterring investment in affordable housing.

HHFDC is named as a member of the task force and supports efforts to streamline the permitting process across various government agencies.

Thank you for the opportunity to testify on this resolution.



SYLVIA LUKE



DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

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KA 'OIHANA HO'OMOHALA PĀ'OIHANA. 'IMI WAIWAI A HOʻOMĀKAʻIKAʻI

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Statement of JAMES KUNANE TOKIOKA Director

Department of Business, Economic Development, and Tourism before the

HOUSE COMMITTEE ON ECONOMIC DEVELOPMENT & TECHNOLOGY

Friday, March 21, 2025 10:00 AM State Capitol, Conference Room 423

> In consideration of HCR157 / HR152

ESTABLISHING THE TASK FORCE FOR SPEED (SIMPLIFYING PERMITTING FOR ENHANCED ECONOMIC DEVELOPMENT) TO IDENTIFY ACTIONS NEEDED TO EXPEDITE, FACILITATE, AND COORDINATE STATE AND INTERGOVERNMENTAL PERMIT PROCESSES.

Chair Ilagan, Vice Chair Hussey, and members of the Committee:

I am writing to express my support for HCR157 / HR152 which seeks to establish the Task Force for SPEED, to include a representative from the Department of Business, Economic Development, and Tourism, among others. This initiative is a significant step toward streamlining the permitting process across various government agencies in Hawaii.

The current permitting system can often be complex and time-consuming, posing challenges for businesses and individuals alike. By creating this task force, HCR157 / HR152 aims to identify inefficiencies and develop strategies to simplify and expedite the permitting process. This will not only enhance governmental efficiency but also foster a

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more business-friendly environment, encouraging economic growth and development within our state.

Moreover, a simplified permitting process can lead to increased transparency and accessibility, ensuring that all stakeholders have a clear understanding of requirements and procedures. This is particularly beneficial for small businesses and entrepreneurs who may lack the resources to navigate a convoluted system.

In conclusion, I believe that HCR157 / HR152 represents a proactive approach to improving our state's permitting system. I urge the committee to pass this measure, as it will contribute to a more efficient, transparent, and supportive environment for businesses and residents in Hawaii.

Mahalo for the opportunity to provide testimony.

JOSH GREEN, M.D. GOVERNOR

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STATE OF HAWAII
PUBLIC UTILITIES COMMISSION

465 S. KING STREET, #103 HONOLULU, HAWAII 96813 LEODOLOFF R. ASUNCION, JR. CHAIR

NAOMI U. KUWAYE COMMISSIONER

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Testimony of the Public Utilities Commission

To the
House Committee on
Economic Development & Technology

March 21, 2025 10:00 a.m.

Chair Ilagan, Vice Chair Hussey, and Members of the Committee:

Measure: H.C.R. 157 / H.R. 152

Title: ESTABLISHING THE TASK FORCE FOR SPEED (SIMPLIFYING

PERMITTING FOR ENHANCED ECONOMIC DEVELOPMENT) TO IDENTIFY ACTIONS NEEDED TO EXPEDITE, FACILITATE, AND COORDINATE STATE AND INTERGOVERNMENTAL PERMIT

PROCESSES.

Position:

The Public Utilities Commission ("Commission") supports this measure and offers the following comments for consideration.

Comments:

The Commission appreciates the intent of this resolution to streamline state and intergovernmental permit processes by convening a task force for permit simplification.

In our regulatory oversight of public utilities, the Commission has heard firsthand how slow and/or convoluted permitting processes can negatively impact developers. In some cases, permit time alone can obstruct otherwise viable projects. The Commission is willing and able to commit time to attending and participating in this task force as outlined in the bill.

Particularly as it pertains to clean energy, the Commission would also suggest looking into how other states have addressed permit simplifications, such as in Massachusetts. Thank you for the opportunity to testify on this measure.

https://www.mass.gov/info-details/commission-on-energy-infrastructure-siting-and-permitting



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Removing barriers to Hawaii's prosperity

March 21, 2025, 10 a.m.

Hawaii State Capitol

Conference Room 423 and Videoconference

To: House Committee on Economic Development & Technology Rep. Greggor Ilagan, Chair

Rep. Ikaika Hussey, Vice Chair

From: Grassroot Institute of Hawaii

Ted Kefalas, Director of Strategic Campaigns

RE: HCR157/HR152 — ESTABLISHING THE TASK FORCE FOR SPEED (SIMPLIFYING PERMITTING FOR ENHANCED ECONOMIC DEVELOPMENT) TO IDENTIFY ACTIONS NEEDED TO EXPEDITE, FACILITATE, AND COORDINATE STATE AND INTERGOVERNMENTAL PERMIT PROCESSES

Aloha Chair Ilagan, Vice-Chair Hussey and other members of the Committee,

The Grassroot Institute **supports** <u>HCR157</u> and <u>HR152</u>, which would establish the Task Force for SPEED (Simplifying Permitting for Enhanced Economic Development) with the goal of identifying and analyzing ways to streamline and coordinate state and intergovernmental permit processes.

Approving this resolution would be an important step toward helping resolve Hawaii's housing crisis because permitting delays slow housing growth and add significantly to the price of housing.

According to "The Hawai'i Housing Factbook," produced by The Economic Research Organization at the University of Hawai'i, the median permit processing time between mid-2018 and mid-2023 across the state was 161 days.¹

A recent report from the Grassroot Institute, "Seven low cost ways to speed up permitting in Hawaii," provides a potential road map for commonsense permit reform.² Its suggestions include increasing permit exemptions,

¹ Justin Tyndall, Daniela Bond-Smith and Rachel Inafuku, "<u>The Hawai'i Housing Factbook</u>," The Economic Research Organization at the University of Hawai'i, June 28, 2023, p. 19.

² Jonathan Helton, "Seven low cost ways to speed up permitting in Hawaii," Grassroot Institute of Hawaii, October 2024, p. 14.

utilizing third-party approvals, adopting meaningful "shot clocks" and implementing a program that would grandfather existing dwellings that were built without permits.

It might be possible to reduce permitting delays with more staff or better software, but ultimately, only reform of Hawaii's permitting regulations themselves will make lasting inroads into resolving Hawaii's housing crisis.

That said, we heartily welcome and support this proposal to establish a task force that would explore these and other ways to speed up and "simplify permitting for enhanced economic development."

Thank you for the opportunity to testify.

Ted Kefalas

Director of strategic campaigns

Grassroot Institute of Hawaii