A BILL FOR AN ACT

RELATING TO AGRICULTURAL LANDS.

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

1	SECT	ION 1. Chapter 205, Hawaii Revised Statutes, is
2	amended by	y adding two new sections to part III to be
3	appropria	tely designated and to read as follows:
4	" <u>§20</u> !	5-A Designation of important agricultural lands by
5	landowner	(a) Notwithstanding section 205-49(d), and section
6	9, of Act	183, Session Laws of Hawaii 2005, the landowner of any
7	agricultu:	ral land may petition the commission for designation of
8	the land a	as important agricultural land if the land:
9	(1)	Is within an agricultural district;
10	(2)	Is currently in agricultural use;
11	(3)	Has at least one hundred contiguous acres;
12	(4)	Is irrigated or has a dependable and adequate moisture
13		supply; and
14	(5)	Has at least fifty per cent of the land in the
15		contiguous area with soils classified by the land
16		study bureau's detailed land classification as overall
17		(master) productivity rating class A or B.

1	(b) A landowner with agricultural lands not qualifying
2	under subsection (a) for designation as important agricultural
3	lands or who has unique agricultural lands may petition the
4	commission for designation of the land as important agricultural
5	lands if the land:
6	(1) Is within an agricultural district; and
7	(2) Has been in agricultural use; or
8	(3) Has been dedicated for agricultural use for not fewer
9	than ten years pursuant to county ordinance.
10	(c) The landowner desiring to designate land pursuant to
11	subsection (a) or (b), shall petition the commission for
12	designation of the land as important agricultural land. The
13	landowner shall include with the petition all of the tax map key
14	numbers of the land to be designated and proof of qualification
15	for designation pursuant to subsection (a) or (b). At the time
16	of the filing, the landowner shall also submit a copy of the
17	petition to the department of agriculture.
18	(d) The commission shall consult with the department of
19	agriculture and any other interested groups in its review of the
20	petition. Notwithstanding any other law to the contrary, any
21	proceeding pursuant to this section shall not be subject to
22	chapter 91; provided that any public meeting and any decision-

HB1922 HD1 HMS 2007-2724

1	making me	ecting of the commission pursuant to this section shari		
2	be subject to part I of chapter 92.			
3	(e)	Within sixty days of the acceptance of the petition,		
4	the commi	ssion shall make a finding of fact as to whether the		
5	land in t	he petition area:		
6	(1)	Meets the criteria established in subsection (a) or		
7		<u>(b);</u>		
8	(2)	Contributes to the maintenance of an agricultural land		
9		resource base in support of existing and future		
10		agricultural operations; and		
11	(3)	Is consistent with the objectives and policies for		
12		important agricultural lands in sections 205-42 and		
13		205-43.		
14	<u>If t</u>	he commission finds that the land meets the criteria in		
15	this subs	ection, the commission shall approve the petition and		
16	designate	the landowner's land as important agricultural land.		
17	The desig	mation shall be approved by an affirmative vote of the		
18	majority	of the members to which the commission is entitled.		
19	The desig	mation shall take effect on the effective date of the		
20	commissic	on's decision and order.		

1	<u>(f)</u>	The designation of important agricultural lands
2	pursuant	to this section shall not be considered an amendment to
3	district 1	boundaries under sections 205-3.1 and 205-4.
4	<u>§205</u>	-B Uses on and subdivision of lands designated as
5	important	agricultural lands. (a) All lands designated as
6	important	agricultural lands shall be restricted to the
7	following	permitted uses:
8	(1)	Cultivation of crops, including but not limited to
9		flowers, vegetables, foliage, fruits, forage, fiber,
10		and timber;
11	(2)	Game and fish propagation;
12	(3)	Raising of livestock, including but not limited to
13		poultry, bees, fish, or other animal or aquatic life
14		that are propagated for commercial or subsistence
15		farming purposes;
16	(4)	Public institutions and buildings that are necessary
17		for agricultural practices;
18	(5)	Public, private, and quasi-public utility lines and
19		roadways, transformer stations, communications
20		equipment buildings, solid waste transfer stations,
21		major water storage tanks, and appurtenant small
22		buildings such as booster pumping stations, but not

1		including offices or yards for equipment, material,
2		vehicle storage, repair or maintenance, treatment
3		plants, corporation yards, or other similar
4		structures;
5	(6)	Retention, restoration, rehabilitation, or
6		improvements of sites of historic or cultural
7		<pre>importance;</pre>
8	(7)	Roadside stands for the sale of agricultural products
9		grown on the premises and by agricultural producers in
10		the region;
11	(8)	Buildings and uses, including but not limited to
12		mills, storage, and processing facilities, maintenance
13		facilities, and vehicle and equipment storage areas
14		that directly support and are accessory to the
15		agricultural operations and activities permitted in
16		this section;
17	<u>(9)</u>	Agricultural parks;
18	(10)	Agricultural tourism, conducted on a working farm, or
19		a farming operation as defined in section 165-2, for
20		the enjoyment, education, or involvement of visitors;
21		provided that the agricultural tourism activity is
22		accessory and secondary to the principal agricultural

1		use and does not interfere with surrounding farm
2		operations; and provided further that this paragraph
3		shall apply only to a county that has adopted
4		ordinances regulating agricultural tourism under
5		section 205-5; or
6	(11)	Biofuels processing facilities; provided that the
7		majority of the feedstock is grown within the state as
8		determined by the department of agriculture and after
9		an initial and nonrenewable three-year period
10		commencing upon final approval to operate such
11		facilities to allow the importation of feedstock and
12		fuels, and alternative energy generating facilities,
13		including the appurtenances associated with the
14		production and transmission of alternative generated
15		energy; and provided further that such facilities and
16		appurtenances are compatible with agricultural uses
17		and cause minimal adverse impact on important
18		agricultural lands;
19	(12)	Agricultural worker housing; provided:
20		(A) The land used for agricultural worker housing
21		shall not exceed the lesser of two per cent of

1			the total land area of the lot or per cent of
2			the gross lot area;
3		<u>(B)</u>	The agricultural worker housing shall be rented
4			solely to the agricultural workers working on the
5			lot and their families;
6		<u>(C)</u>	The agricultural worker housing shall be built in
7			cluster fashion; provided that the cluster shall
8			not break up contiguous blocks of land designated
9			important agricultural land and infrastructure
10			improvements shall be restricted to the minimum
11			required to meet public health and safety
12			standards; and
13		<u>(D)</u>	The agricultural worker housing shall not be
14			counted toward the maximum density of one
15			dwelling unit per fifty acres;
16		<u>or</u>	
17	(13)	Farm	dwellings related to farming and animal
18		husb	andry. "Farm dwelling", as used in this
19		para	graph, means a single-family dwelling located on
20		and	used in connection with a farm where agricultural
21		acti	vity provides income to the family occupying the
22		dwel	ling; provided that:

1	<u>(A)</u>	The maximum density shall be one talm dwelling
2		per fifty acres;
3	<u>(B)</u>	Only one farm dwelling on not more than one acre
4		of land area shall be permitted for the sole use
5		of the landowner or child of the landowner or for
6		the use of a lessee on leased land that is used
7		by the lessee as a working farm or a farming
8		operation, as defined in section 165-2; provided
9		further that if a lot designated important
10		agricultural land is less than fifty acres when
11		designated important agricultural land, one farm
12		dwelling shall be permitted on that lot; and
13	(C)	Infrastructure improvements shall be restricted
14		to the minimum required to meet public health and
15		safety standards.
16	(b) Uses	not expressly permitted in subsection (a) shall
17	be prohibited,	except the uses permitted as provided in section
18	205-8, and cons	struction of single-family dwellings on lots
19	existing before	e June 4, 1976. No other uses shall be allowed by
20	special permit	on important agricultural lands.
21	(c) Notw	ithstanding any other law to the contrary, the
22	subdivision of	land designated as important agricultural lands
	UD1022 UD1 UMC	2007-2724

- 1 shall conform to the restrictions contained in this section and
- 2 section 205-4.5. Any deed, lease, agreement of sale, mortgage,
- 3 agricultural easement, or other instrument of conveyance
- 4 covering any land within the agricultural subdivision of lands
- 5 designated important agricultural lands shall expressly contain
- 6 the restriction on uses and the conditions contained in this
- 7 section and the restrictions and conditions shall be
- 8 encumbrances running with the land until such time that the land
- 9 is no longer designated as important agricultural lands."
- 10 SECTION 2. Section 46-4, Hawaii Revised Statutes, is
- 11 amended by amending subsection (c) to read as follows:
- 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 [-], except that
- 15 this provision shall not be allowed on lands designated as
- 16 important agricultural lands pursuant to chapter 205; provided
- 17 further that any additional dwelling units allowed on lands
- 18 classified in the state rural or agricultural land use districts
- 19 shall be counted toward the maximum number of dwellings allowed
- 20 per gross area under the underlying county zoning or the
- 21 respective state land use district, whichever is less, unless
- 22 otherwise permitted under county ordinance in a cluster



1	subdivisi	on that preserves the remainder lands for agriculture
2	or open s	pace."
3	SECT	ION 3. Section 205-4.5, Hawaii Revised Statutes, is
4	amended t	o read as follows:
5	"§20	5-4.5 Permissible uses within the agricultural
6	districts	• (a) Notwithstanding this section and any other law
7	to the co	ntrary, uses on lands designated as important
8	agricultu	ral lands shall be restricted to the uses specified in
9	section 2	05-B. Within the agricultural district, all lands
10	[with soi	l classified by the land study bureau's detailed land
11	classific	ation as overall (master) productivity rating class A
12	or B] sha	ll be restricted to the following permitted uses:
13	(1)	Cultivation of crops, including but not limited to
14		flowers, vegetables, foliage, fruits, forage, fiber,
15		and timber;
16	(2)	Game and fish propagation;
17	(3)	Raising of livestock, including but not limited to
18		poultry, bees, fish, or other animal or aquatic life
19		that are propagated for [economic or personal use;]
20		agribusiness or subsistence farming purposes;
21	(4)	Farm dwellings, employee housing, farm buildings, or
22		activities or uses related to farming and animal

1		husb	husbandry. "Farm dwelling", as used in this			
2		para	paragraph[, means] <u>:</u>			
3		(A)	Means	a single-family dwelling located on and		
4			used	in connection with [a farm,] agricultural		
5			activ	vities, agribusiness, or subsistence farming,		
6			inclu	ding clusters of single-family farm		
7			dwel]	lings permitted within agricultural parks		
8			devel	loped by the State, or where agricultural		
9			activ	vity provides income to the family occupying		
10			the c	dwelling; <u>and</u>		
11		<u>(B)</u>	Exclu	ides:		
12			<u>(i)</u>	Single-family dwellings in a subdivided		
13				development where there is little or no		
14				agricultural activity, agribusiness, or		
15				subsistence farming established; and		
16			<u>(ii)</u>	Guest cottages;		
17	(5)	Publ	ic ins	stitutions and buildings that are necessary		
18		for	agricu	ultural practices;		
19	(6)	Pub1	ic and	d private open area types of recreational		
20		uses	, incl	luding day camps, picnic grounds, parks, and		
21		ridi	ng sta	ables, but not including dragstrips,		

1		airports, drive-in theaters, golf courses, golf
2		driving ranges, country clubs, and overnight camps;
3	(7)	Public, private, and quasi-public utility lines and
4		roadways, transformer stations, communications
5		equipment buildings, solid waste transfer stations,
6		major water storage tanks, and appurtenant small
7		buildings such as booster pumping stations, but not
8		including offices or yards for equipment, material,
9		vehicle storage, repair or maintenance, treatment
10		plants, corporation yards, or other similar
11		structures;
12	(8)	Retention, restoration, rehabilitation, or improvement
13		of buildings or sites of historic, cultural, or scenic
14		interest;
15	(9)	Roadside stands for the sale of agricultural products
16		grown on the premises;
17	(10)	Buildings and uses, including but not limited to
18		mills, storage, and processing facilities, maintenance
19		facilities, and vehicle and equipment storage areas
20		that are [normally considered] directly accessory to
21		the [above mentioned uses and are] agricultural

1		activities permitted (under) in this section and
2		<u>section</u> 205-2(d);
3	(11)	Agricultural parks;
4	(12)	Plantation community subdivisions, which as used in
5		this paragraph means a subdivision or cluster of
6		employee housing, community buildings, and acreage
7		established on land currently or formerly owned,
8		leased, or operated by a sugar or pineapple plantation
9		and in residential use by employees or former
10		employees of the plantation; provided that the
11		employees or former employees shall have a property
12		interest in the land;
13	[+](13)[+] Agricultural tourism conducted on a working
14		farm, or a farming operation as defined in section
15		165-2, for the enjoyment, education, or involvement of
16		visitors; provided that the agricultural tourism
17		activity is accessory and secondary to the principal
18		agricultural use and does not interfere with
19		surrounding farm operations; and provided further that
20		this paragraph shall apply only to a county that has
21		adopted ordinances regulating agricultural tourism
22		under section 205-5; or

1	[+](14)[+] Wind energy facilities, including the
2	appurtenances associated with the production and
3	transmission of wind generated energy; provided that
4	such facilities and appurtenances are compatible with
5	agriculture uses and cause minimal adverse impact on
6	agricultural land.
7	(b) Uses not expressly permitted in subsection (a) shall
8	be prohibited, except the uses permitted as provided in
9	[sections 205-6 and] section 205-8, and construction of single-
10	family dwellings on lots existing before June 4, 1976. Any
11	other law to the contrary notwithstanding, no subdivision of
12	land within the agricultural district [with soil classified by
13	the land study bureau's detailed land classification as overall
14	(master) productivity rating class A or B] shall be approved by
15	a county unless [$\frac{\text{those A and B}}{\text{and B}}$] $\frac{\text{the}}{\text{and B}}$ lands within the subdivision
16	are made subject to the restriction on uses as prescribed in
17	this section [and to], the condition that the uses shall be
18	$[\frac{primarily}{solely}]$ in pursuit of an agricultural activity $[\cdot]_{\underline{r}}$
19	agribusiness, or subsistence farming, and the condition that the
20	land shall not be subdivided and used for development where the
21	primary purpose of the development is the sale or development of
22	residential homes.

- 1 Any deed, lease, agreement of sale, mortgage, or other 2 instrument of conveyance covering any land within the 3 agricultural subdivision shall expressly contain the restriction 4 on uses and the [condition,] conditions, as prescribed in this section, that these restrictions and conditions shall be 5 encumbrances running with the land until such time that the land 6 7 is reclassified to a land use district other than agricultural 8 district. If the foregoing requirement of encumbrances running with 9 the land jeopardizes the owner or lessee in obtaining mortgage 10 financing from any of the mortgage lending agencies set forth in 11 12 the following paragraph, and the requirement is the sole reason 13 for failure to obtain mortgage financing, then the requirement of encumbrances shall $[\tau]$ be conditionally waived, insofar as 14 15 such mortgage financing is jeopardized, [be conditionally waived | by the appropriate county enforcement officer; provided 16 17 that the conditional waiver shall become effective only in the event that the property is subjected to foreclosure proceedings 18 19 by the mortgage lender. The mortgage lending agencies referred to in the preceding 20 21 paragraph are the Federal Housing Administration, Federal National Mortgage Association, Veterans Administration, Small 22
 - HB1922 HD1 HMS 2007-2724

H.B. NO. 1922

- 1 Business Administration, United States Department of
- 2 Agriculture, Federal Land Bank of Berkeley, Federal Intermediate
- 3 Credit Bank of Berkeley, Berkeley Bank for Cooperatives, and any
- 4 other federal, state, or private mortgage lending agency
- 5 qualified to do business in Hawaii, and their respective
- 6 successors and assigns.
- 7 [(c) Within the agricultural district, all lands with soil
- 8 classified by the land study bureau's detailed land
- 9 classification as overall (master) productivity rating class C,
- 10 D. E. or U shall be restricted to the uses permitted for
- 11 agricultural districts as set forth in section 205-5(b).]
- 12 [(d)] (c) Notwithstanding any other provision of this
- 13 chapter to the contrary, golf courses and golf driving ranges
- 14 approved by a county before July 1, 2005, for development within
- 15 the agricultural district shall be permitted uses within the
- 16 agricultural district.
- 17 [(e)] (d) Notwithstanding any other provision of this
- 18 chapter to the contrary, plantation community subdivisions as
- 19 defined in this section shall be permitted uses within the
- 20 agricultural district, and section 205-8 shall not apply.
- $[\{\{f\}\}]$ (e) Notwithstanding any other law to the contrary,
- 22 agricultural lands may be subdivided and leased for the



1	agricultu	ral uses or activities permitted in subsection (a);
2	provided	that:
3	(1)	The principal use of the leased land is [agriculture;]
4		for agricultural activity or agribusiness;
5	(2)	No permanent or temporary dwellings or farm dwellings,
6		including trailers and campers, are constructed on the
7		leased area. This restriction shall not prohibit the
8		construction of storage sheds, equipment sheds, or
9		other structures appropriate to the agricultural
10		activity carried on within the lot; and
11	(3)	The lease term for a subdivided lot shall be for at
12		least as long as the greater of:
13		(A) The minimum real property tax agricultural
14		dedication period of the county in which the
15		subdivided lot is located; or
16		(B) Five years.
17	Lots crea	ated and leased pursuant to this section shall be legal
18	lots of r	record for mortgage lending purposes and shall be exempt
19	from cour	nty subdivision standards.
20	<u>(f)</u>	For the purposes of this chapter, the following terms
21	shall hav	ve the following meanings:

"Agribusiness" means a business licensed for the production 1 2 and sale of products from the cultivation of crops, propagation 3 of fish or game, or raising of livestock, including but not limited to the processing of farm products or the manufacturing 4 of farm equipment and fertilizers. 5 "Agricultural activity" means activities involved in the 6 7 cultivation of crops, propagation of fish or game, or raising of 8 livestock. "Approval" means final approval granted for a proposed 9 subdivision where the actual division of land into small parcels 10 is sought, approval of a building permit, or approval of a farm 11 12 plan, as the context may require. "Subdivision" means the division of improved or unimproved 13 land into two or more lots, parcels, sites, or other divisions 14 of land and for the purpose, whether immediate or future, of 15 16 sale, lease, rental, transfer of title to or interest in, any or all such lots, parcels, sites, or other divisions of land or **17** 18 interests in land. The term may include a consolidation and resubdivision and, when appropriate to the context, shall relate 19 20 to the land subdivided. "Subsistence farming" means agricultural activity or 21

agricultural practices that produce food or products primarily

HB1922 HD1 HMS 2007-2724

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    for consumption by the family working the land, and where the
    family is dependent on this activity to meet a significant
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    portion of the family's nutritional needs. De minimis
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    agriculture shall not be evidence of subsistence farming."
         SECTION 4. Section 205-6, Hawaii Revised Statutes, is
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    amended by amending subsection (a) to read as follows:
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               Subject to this section, the county planning
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    commission may permit certain unusual and reasonable uses within
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    agricultural and rural districts other than those for which the
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    district is classified[-]; provided that uses within lands
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    designated as important agricultural lands pursuant to section
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    205-A shall be limited to uses in section 205-B. Any person who
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    desires to use the person's land within an agricultural or rural
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    district other than for an agricultural or rural use, as the
15
    case may be, may petition the planning commission of the county
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    within which the person's land is located for permission to use
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    the person's land in the manner desired. Each county may
    establish the appropriate fee for processing the special permit
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    petition. Copies of the special permit petition shall be
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    forwarded to the land use commission, the office of planning,
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    and the department of agriculture for their review and comment."
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H.B. NO. H.D. 1

1	SECTION 5. Section 205-44, Hawaii Revised Statutes, is
2	amended to read as follows:
3	"[+]§205-44[+] Standards and criteria for the
4	identification of important agricultural lands. [The] Except as
5	provided in section 205-A, the standards and criteria in this
6	section shall be used to identify important agricultural lands.
7	Lands identified as important agricultural lands by the
8	commission need not meet every standard and criteria listed
9	below. Rather, lands meeting any of the criteria below shall be
10	given initial consideration; provided that the designation of
11	important agricultural lands shall be made by weighing the
12	standards and criteria with each other to meet the
13	constitutionally mandated purposes in article XI, section 3, of
14	the state constitution and the objectives and policies for
15	important agricultural lands in sections 205-42 and 205-43. The
16	standards and criteria shall be as follows:
17	(1) Land currently used for agricultural production;
18	(2) Land with soil qualities and growing conditions that
19	support agricultural production of food, fiber, or
20	fuel- and energy-producing crops;

(3) Land identified under agricultural productivity rating

systems, such as the agricultural lands of importance

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1		to the State of Hawaii (ALISH) system adopted by the
2		board of agriculture on January 28, 1977;
3	(4)	Land types associated with traditional native Hawaiian
4		agricultural uses, such as taro cultivation, or unique
5		agricultural crops and uses, such as coffee,
6		vineyards, aquaculture, and energy production;
7	(5)	Land with sufficient quantities of water to support
8		viable agricultural production;
9	(6)	Land whose designation as important agricultural lands
10		is consistent with general, development, and community
11		plans of the county;
12	(7)	Land that contributes to maintaining a critical land
13		mass important to agricultural operating productivity;
14		and
15	(8)	Land with or near support infrastructure conducive to
16		agricultural productivity, such as transportation to
17		markets, water, or power."
18	SECT	ION 6. Section 205-49, Hawaii Revised Statutes, is
19	amended t	o read as follows:
20	" [-£]	§205-49[] Designation of important agricultural lands
21	[; adopti	on of important agricultural lands maps. by the land
22	use commi	ssion. (a) The commission shall identify potential

HB1922 HD1 HMS 2007-2724

- 1 important agricultural lands based on the standards and criteria
- 2 in section 205-44 and the intent of this part, except lands that
- 3 have been designated, through the state land use, zoning, or
- 4 county planning process, for urban use by the State or county.
- 5 (b) Lands to be considered for designation as important
- 6 agricultural lands shall be identified by the commission in
- 7 consultation and cooperation with landowners, the department of
- 8 agriculture, office of planning, and agricultural interest
- 9 groups, including representatives from the Hawaii Farm Bureau
- 10 Federation and other agricultural organizations, Natural
- 11 Resources Conservation Service of the United States Department
- 12 of Agriculture, the office of planning, and other groups as
- 13 deemed necessary by the commission.
- 14 [(a)](c) After receipt of [the maps of eligible important
- 15 agricultural lands from the counties and] the recommendations of
- 16 the department of agriculture [and], the office of planning,
- 17 landowners, and agricultural interest groups, the commission
- 18 shall then proceed to identify and designate important
- 19 agricultural lands[subject to section 205-45]. The decision
- 20 shall consider [the county maps of eligible important
- 21 agricultural lands; declaratory orders issued by the commission
- 22 designating important agricultural lands during the three year



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2	incentive	s and protections contemplated under section 205-46, as
3	provided	in section 9 of Act 183, Session Laws of Hawaii 2005;
4	landowner	position statements and representations $[+]$ and any
5	other rel	evant information.
6	In d	esignating important agricultural lands in the [State,
7	pursuant	to the recommendations of individual counties, state,
8	the commi	ssion shall consider the extent to which:
9	(1)	The proposed lands meet the standards and criteria
10		under section 205-44;
11	(2)	The proposed designation is necessary to meet the
12		objectives and policies for important agricultural
13		lands in sections 205-42 and 205-43; and
14	(3)	The commission has designated lands as important
15		agricultural lands, pursuant to section [205-45;] 205-
16		\underline{A} ; provided that if the majority of landowners'
17		landholdings is already designated as important
18		agricultural lands, excluding lands held in the
19		conservation district, pursuant to section [205-45]
20		205-A or any other provision of this part, the
21		commission shall not designate any additional lands of

period following the enactment of legislation establishing

1	that landowner as important agricultural lands except
2	by a petition pursuant to section $[205-45.]$ $205-A.$
3	Any decision regarding the designation of lands as
4	important agricultural lands and the adoption of maps of those
5	lands pursuant to this section shall be based upon written
6	findings of fact and conclusions of law, presented in at least
7	one public hearing conducted in the county where the land is
8	located in accordance with chapter 91, that the subject lands
9	meet the standards and criteria set forth in section 205-44 [and
10	shall be approved by two-thirds of the membership to which the
11	commission is entitled].
12	[(b)] <u>(d)</u> Copies of the maps of important agricultural
13	lands adopted by the commission under this section shall be
14	transmitted to each county planning department and county
15	council, the department of agriculture, the agribusiness
16	development corporation, the office of planning, and other state
17	agencies involved in land use matters. The maps of important
18	agricultural lands adopted by the commission shall guide all
19	decision-making on the proposed reclassification or rezoning of
20	important agricultural lands, state agricultural development
21	programs, and other state and county land use planning and
22	decision-making.

1	$\left[\frac{\text{(e)}}{\text{(e)}}\right]$ The $\left[\frac{\text{land use}}{\text{use}}\right]$ commission shall have the sole
2	authority to interpret the adopted map boundaries delineating
3	the important agricultural lands.
4	[(d) The land use commission may designate lands as
5	important agricultural lands and adopt maps for a designation
6	pursuant to:
7	(1) A farmer or landowner petition for declaratory ruling
8	under section 205-45 at any time; or
9	(2) The county process for identifying and recommending
10	lands for important agricultural lands under section
11	205-47 no sooner than three years,
12	after the enactment of legislation establishing incentives and
13	protections contemplated under section 205-46, as provided in
14	section 9 of Act 183, Session Laws of Hawaii 2005.] "
15	SECTION 7. Section 205-50, Hawaii Revised Statutes, is
16	amended to read as follows:
17	"[+]§205-50[+] Standards and criteria for the
18	reclassification or rezoning of important agricultural lands.
19	(a) Any land use district boundary amendment or change in
20	zoning involving important agricultural lands identified
21	pursuant to this chapter shall be subject to this section.

1	[(b)	Upon acceptance by the county for processing, any
2	application	on for a special permit involving important
3	agricultu	ral lands shall be referred to the department of
4	agricultu :	re and the office of planning for review and comment.
5	(c)]	(b) Any decision by the [land use] commission or
6	county pu	rsuant to this section shall specifically consider the
7	following	standards and criteria:
8	(1)	The relative importance of the land for agriculture
9		based on the stock of similarly suited lands in the
10		area and the [State] state as a whole;
11	(2)	The proposed district boundary amendment or zone
12		change will not harm the productivity or viability of
13		existing agricultural activity in the area, or
14		adversely affect the viability of other agricultural
15		activities or operations that share infrastructure,
16		processing, marketing, or other production-related
17		costs or facilities with the agricultural activities
18		on the land in question;
19	(3)	The district boundary amendment or zone change will
20		not cause the fragmentation of or intrusion of
21		nonagricultural uses into largely intact areas of
22		lands identified by the State as important

1		agricultural lands that create residual parcels of a
2		size that would preclude viable agricultural use;
3	(4)	The public benefit to be derived from the proposed
4		action is justified by a need for additional lands for
5		nonagricultural purposes; and
6	(5)	The impact of the proposed district boundary amendment
7		or zone change on the necessity and capacity of state
8		and county agencies to provide and support additional
9		agricultural infrastructure or services in the area.
10	[-(d) -	(c) Any decision pursuant to this section shall be
11	based upo	n a determination that:
12	(1)	On balance, the public benefit from the proposed
13		district boundary amendment or zone change outweighs
14		the benefits of retaining the land for agricultural
15		purposes; and
16	(2)	The proposed action will have no significant impact
17		upon the viability of agricultural operations on
18		adjacent agricultural lands.
19	[(e)] $\underline{(d)}$ The standards and criteria of this section shall
20	be in add	ition to:

1	(1) The decision-making criteria of section 205-17
2	governing decisions of the [land use] commission under
3	this chapter; and
4	(2) The decision-making criteria adopted by each county to
5	govern decisions of county decision-making authorities
6	under this chapter.
7	$[\frac{(f)}{(e)}]$ Any decision of the $[\frac{1}{e}]$ commission $[\frac{e}{e}]$
8	any decision of any county] on a land use district boundary
9	amendment or change in zoning involving important agricultural
10	lands shall be approved [by the body responsible for the
11	decision] by a two-thirds vote [of the membership to which the
12	body is entitled].
13	$[\frac{g}{g}]$ (f) A $[\frac{farmer or}{g}]$ landowner with qualifying lands
14	may also petition the [land use] commission to remove the
15	"important agricultural lands" designation from lands if a
16	sufficient supply of water is no longer available to allow
17	profitable farming of the land due to governmental actions, acts
18	of God, or other causes beyond the farmer's or landowner's
19	reasonable control."
20	SECTION 8. Section 205-52, Hawaii Revised Statutes, is
21	amended to read as follows:

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1
         "[{}]$205-52[}] Periodic review and amendment of important
2
    agricultural lands maps. The maps delineating important
    agricultural lands shall be reviewed in conjunction with the
3
4
    county general plan and community and development plan revision
5
    process, or at least once every ten years following the adoption
    of the maps by the [land use] commission; provided that the maps
6
    shall not be reviewed more than once every five years. Any
7
8
    review and amendment of the maps of important agricultural lands
9
    shall be conducted in accordance with this part. [In these
    periodic reviews or petitions by the farmers or landowners for
10
    declaratory rulings, the "important agricultural lands"
11
    designation shall be removed from those important agricultural
12
    lands where the commission has issued a declaratory order that a
13
    sufficient supply of water is no longer available to allow
14
    profitable farming of these lands due to governmental actions,
15
16
    acts of God, or other causes beyond the farmer's or landowner's
17
    reasonable control.] "
         SECTION 9. Section 205-45, Hawaii Revised Statutes, is
18
19
    repealed:
         ["[$205-45] Petition by farmer or landowner. (a) A farmer
20
    or landowner with lands qualifying under section 205-44 may file
21
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1	a petitio	n for declaratory ruling with the commission at any
2	time in t	he designation process.
3	(b)	The petition for declaratory ruling shall be submitted
4	in accord	ance with subchapter 14 of the commission's rules and
5	shall inc	lude:
6	(1)	Tax map keys of the land to be designated along with
7		verification and authorization from the applicable
8		landowners;
9	(2)	Proof of qualification for designation under section
10		205-44, respecting a regional perspective; and
11	(3)	The current or planned agricultural use of the area to
12		be designated.
13	(c)	The commission shall review the petition and the
14	accompany	ring submissions to evaluate the qualifications of the
15	land for	designation as important agricultural lands in
16	accordanc	e with section 205-44. If the commission, after its
17	review an	ed evaluation, finds that the lands qualify for
18	designati	on as important agricultural lands under this part, the
19	commissic	on shall vote, by a two-thirds majority of the members
20	of the co	mmission, to issue a declaratory order designating the
21	lands as	important agricultural lands.

1	ta) besignating important agricultural rands by the
2	commission shall not be considered as an amendment to district
3	boundaries under sections 205-3.1 and 205-4 or become effective
4	prior to legislative enactment of protection and incentive
5	measures for important agricultural land and agricultural
6	viability, as provided in section 9 of Act 183, Session Laws of
7	Hawaii 2005.
8	(e) Farmers or landowners with lands qualifying under section
9	205-44 may file petitions for a declaratory ruling to designate
10	lands as important agricultural lands following the legislative
11	enactment of protection and incentive measures for important
12	agricultural lands and agricultural viability, as provided in
13	section 9 of Act 183, Session Laws of Hawaii 2005."]
14	SECTION 10. Section 205-47, Hawaii Revised Statutes, is
15	repealed.
16	["[\$205-47] Identification of important agricultural lands;
17	county process. (a) Each county shall identify and map potential
18	important agricultural lands within its jurisdiction based on
19	the standards and criteria in section 205-44 and the intent of
20	this part, except lands that have been designated, through the
21	state land use, zoning, or county planning process, for urban
22	use by the State or county.



1	(b) Each county shall develop maps of potential lands to be
2	considered for designation as important agricultural lands in
3	consultation and cooperation with landowners, the department of
4	agriculture, agricultural interest groups, including
5	representatives from the Hawaii Farm Bureau Federation and other
6	agricultural organizations, the United States Department of
7	Agriculture - Natural Resources Conservation Service, the office
8	of planning, and other groups as necessary.
9	(c) Each county, through its planning department, shall
10	develop an inclusive process for public involvement in the
11	identification of potential lands and the development of maps of
12	lands to be recommended as important agricultural lands,
13	including a series of public meetings throughout the
14	identification and mapping process. The planning departments may
15	also establish one or more citizen advisory committees on
16	important agricultural lands to provide further public input,
17	utilize an existing process (such as general plan, development
18	plan, community plan), or employ appropriate existing and
19	adopted general plan, development plan, or community plan maps.
20	(d) The counties shall take notice of those lands that have
21	already been designated as important agricultural lands by the
22	commission.

1	Upon	identification of potential lands to be recommended to
2	the count	y council as potential important agricultural lands,
3	the count	ies shall take reasonable action to notify each owner
4	of those	lands by mail or posted notice on the affected lands to
5	inform th	em of the potential designation of their lands.
6	In f	ormulating its final recommendations to the respective
7	county co	uncils, the planning departments shall report on the
8	manner in	which the important agricultural lands mapping relates
9	to, suppo	rts, and is consistent with the:
10	(1)	Standards and criteria set forth in section 205-44;
11	(2)	County's adopted land use plans, as applied to both
12		the identification and exclusion of important
13		agricultural lands from such designation;
14	(3)	Comments received from government agencies and others
15		identified in subsection (b);
16	(4)	Viability of existing agribusinesses; and
17	(5)	Representations or position statements of the owners
18		whose lands are subject to the potential designation.
19	(e) The	e important agricultural lands maps shall be submitted
20	to the co	unty council for decision-making. The county council
21	shall ado	pt the maps, with or without changes, by resolution.

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The adopted maps shall be transmitted to the land use commission
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    for further action pursuant to section 205-48."]
2
         SECTION 11. Section 205-48, Hawaii Revised Statutes, is
3
4
    repealed.
5
         ["[§205-48] Receipt of maps of eligible important
    agricultural lands; land use commission. (a) The land use
6
    commission shall receive the county recommendations and maps
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8
    delineating those lands eligible to be designated important
9
    agricultural lands no sooner than the effective date of the
    legislative enactment of protection and incentive measures for
10
    important agricultural lands and agricultural viability, as
11
    provided in section 9 of Act 183, Session Laws of Hawaii 2005.
12
         (b) The department of agriculture and the office of
13
    planning shall review the county report and recommendations and
14
    provide comments to the land use commission within forty-five
15
16
    days of the receipt of the report and maps by the land use
    commission. The land use commission may also consult with the
17
    department of agriculture and the office of planning as needed.
18
         (c) State agency review shall be based on an evaluation of
19
20
    the degree that the:
21
         (1) County recommendations result in an identified
              resource base that meets the definition of important
22
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HB1922 HD1 HMS 2007-2724



1	a	gricultural land and the objectives and policies for
2	i	mportant agricultural lands in sections 205-42 and
3	2	05-43; and
4	(2)	ounty has met the minimum standards and criteria for
5	ŧ	he identification and mapping process in sections
6	2	05-44 and 205-47. "]
7	SECTIO	N 12. Section 205-51, Hawaii Revised Statutes, is
8	repealed.	
9	[" [§20	5-51] Important agricultural lands; county
10	ordinances.	(a) Each county shall adopt ordinances that reduce
11	infrastruct	ure standards for important agricultural lands no
12	later than	the effective date of the legislative enactment of
13	protection	and incentive measures for important agricultural
14	lands and a	gricultural viability, as provided in section 9 of
15	Act 183, Se	ession Laws of Hawaii 2005.
16	(b) Fo	r counties without ordinances adopted pursuant to
17	subsection	(a), important agricultural lands designated pursuant
18	to this par	t may be subdivided without county processing or
19	standards;	provided that:
20	(1) N	Mone of the resulting lots shall be used solely for
21	¥	esidential occupancy; and

1	(2) T	he leasehold lots shall return to the original lot of
2	¥	ecord upon expiration or termination of the lease."]
3	SECTIO	N 13. Act 183, Session Laws of Hawaii 2005, is
4	amended as	follows:
5	1. By	amending section 9(a) to read:
6	"(a)	It is the intent of this Act:
7	(1) T	hat agricultural incentive programs to promote
8	a	gricultural viability, sustained growth of the
9	a	gricultural industry, and the long-term use and
10	р	rotection of important agricultural lands for
11	a	gricultural use shall be developed concurrently with
12	t	he process of identifying important agricultural
13	1	ands as required under section 2 of this Act; and
14	(2) T	hat, except for the designation of important
15	<u>a</u>	gricultural lands by a landowner pursuant to section
16	2	05-A, which shall take effect as provided in section
17	<u>2</u>	05-A, the designation of important agricultural lands
18	[and adoption of maps] by the [land use] commission
19	p	ursuant to section 2 of this Act shall take effect
20	C	nly upon the enactment of legislation establishing
21	i	ncentives and protections for important agricultural

1	lands contemplated by section 205-F and shall be
2	satisfied by:
3	(A) Providing a declaration of satisfaction within the
4	Act that establishes incentives for important
5	agricultural lands; or
6	(B) Having the legislature adopt a concurrent
7	resolution declaring the satisfaction of
8	implementing incentives for important
9	agricultural lands by identifying the specific
10	measures or Acts that establish incentives for
11	important agricultural lands."
12	2. By amending section 10 to read:
13	"SECTION 10. Within one year of the [adoption of maps]
14	designation of important agricultural lands by the [land use]
15	commission for the lands within the jurisdiction of each county,
16	all state agencies shall report to the department of agriculture
17	on the impact of projects and programs on the designated
18	important agricultural lands and sustained agricultural use of
19	these lands. State agencies shall develop implementation
20	programs, as needed, to ensure that their programs are
21	supportive of agriculture and consistent with the intent and
22	purposes of this Act."

1 3. By repealing sections 7 and 8. ["SECTION 7. Each county shall submit its report and maps 2 with recommendations for lands eligible for designation as 3 important agricultural lands to the land use commission no later 4 than sixty months from the date of county receipt of state funds 5 appropriated for the identification process. Upon receipt of the 6 county maps, the land use commission shall review and adopt maps 7 designating important agricultural lands to the State in 8 9 accordance with section 205-I. SECTION 8. There is appropriated out of the general 10 revenues of the State of Hawaii the sum of \$75,000, or so much 11 thereof as may be necessary for fiscal year 2005-2006, for 12 grants-in-aid to the counties for the identification and mapping 13 of important agricultural lands pursuant to section 2 of this 14 15 Act. The sum appropriated shall be expended by the department of 16 business, economic development, and tourism for the disbursement 17 of funds by the land use commission to each county for the 18 identification of important agricultural lands pursuant to this 19 20 Act. The land use commission shall submit annual reports on the 21 22 progress of the counties in identifying and mapping important



- 1 agricultural lands to the legislature no later than twenty days
- 2 before the convening of the regular sessions of 2006 through
- 3 2009."]
- 4 SECTION 14. In codifying the new sections added by section
- 5 1 of this Act, the revisor of statutes shall substitute
- 6 appropriate section numbers for the letters used in designating
- 7 the new sections in this Act.
- 8 SECTION 15. Statutory material to be repealed is bracketed
- 9 and stricken. New statutory material is underscored.
- 10 SECTION 16. This Act shall take effect upon its approval.

Report Title:

Important Agricultural Lands

Description:

Expedites the designation of important agricultural lands by the land use commission by repealing the existing landowner/farmer process and the county process, and allowing the land use commission to initiate the designation process and allowing landowners to petition the land use commission for designation. Allows the landowner petition for important agricultural land designation to take effect without the legislative enactment of incentive/protection legislation. Establishes a list of permitted uses for important agricultural lands. Revises the list of permitted uses for agricultural lands. (HB1922 HD1)