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Attorneys for Defendants JAMES O'SHEA AND DENISE O'SHEA as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually and DENISE O'SHEA, individually Electronically Filed FIRST CIRCUIT 1CC171001543 21-MAY-2021 03:03 PM Dkt. 169 MEMO

IN THE CIRCUIT COURT OF THE FIRST CIRCUIT

STATE OF HAWAI'I

STATE OF HAWAI'I,

Plaintiff/Counterclaim Defendant,

vs.

JAMES O'SHEA AND DENISE O'SHEA as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually and DENISE O'SHEA, individually, JOHN AND JANE DOES 1-10,

Defendants/Counterclaimants.

JAMES O'SHEA and DENISE O'SHEA as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually and DENISE O'SHEA, individually,

> Third-Party Plaintiffs/ Counterclaim Defendants,

Civil No. 17-1-1543-09 JPC (Other Civil Action, Injunctive Relief)(Environmental Court)

DEFENDANTS' SUPPLEMENTAL BRIEF IN SUPPORT OF THEIR OPPOSITION TO PLAINTIFF STATE OF HAWAII'S MOTION FOR PARTIAL SUMMARY JUDGMENT WITH RESPECT TO THE STATE'S PRAYER FOR A MANDATORY INJUNCTION, OR IN THE ALTERNATIVE, FOR DECLARATORY JUDGMENT; DECLARATION OF GREGORY W. KUGLE; EXHIBITS "Q" & "R"; CERTIFICATE OF SERVICE

<u>Hearing</u>:

DATE:	April 9, 2021 & June 4, 2021
TIME:	1:30 p.m.
JUDGE:	Honorable Jeffrey P. Crabtree

Trial Date: None

VS.

RUPERT T. OBERLOHR, individually; RUPERT T. OBERLOHR, as Trustee of the Rupert Oberlohr Trust; DOE DEFENDANTS 1-100,

> Third-Party Defendants/ Counterclaimants.

DEFENDANTS' SUPPLEMENTAL BRIEF IN SUPPORT OF THEIR OPPOSITION TO PLAINTIFF STATE OF HAWAII'S MOTION FOR PARTIAL SUMMARY JUDGMENT WITH RESPECT TO THE STATE'S PRAYER FOR A MANDATORY INJUNCTION, OR IN <u>THE ALTERNATIVE, FOR DECLARATORY JUDGMENT</u>

DEFENDANTS JAMES O'SHEA AND DENISE O'SHEA, as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually, and DENISE O'SHEA, individually ("Defendants" "Third-Party Plaintiffs" or "O'Sheas"), hereby submit this Supplemental Brief in support of their opposition to Plaintiff STATE OF HAWAII's ("Plaintiff" or "State") Motion for Partial Summary Judgment with Respect to the State's Prayer for Mandatory Injunction, or in the Alternative, for Declaratory Judgment, filed on March 8, 2021 (the "Motion"). This brief responds to the State's Supplemental Memorandum in Support, filed April 30, 2021 ("Supp. Memo.")

I. INTRODUCTION

The location of a shoreline is a factual determination which has tremendous effect upon the rights of beachfront private property owners. According to Haw. Rev. Stat. ("HRS") § 205A-42 and Haw. Admin. R. ("HAR") § 13-222, the authority to determine a shoreline is vested with the Board of Land and Natural Resources ("BLNR"). The State attempts to characterize this reservation of authority to the BLNR as producing absurd results given the purposes of the Coastal Zone Management Act ("CZMA"), as stated by HRS § 205A-2. However, as will be explained infra, the true absurdity, inconsistency, contradiction, and illogicality lies with the disparate results which would arise if the Court should make a factual determination as to the location of the shoreline. Moreover, even if the State is correct that this Court and the BLNR can both determine the location of the shoreline, the cases the State relies on make clear that that determination is a fact-intensive inquiry that is not appropriate on summary judgment. Finally, the State's attempt to bolster its inconclusive and debated photographic evidence is not admissible.

II. ARGUMENT

A. The State Improperly Relies On Act 16, Amending The CZMA in 2020

The State points to language in the CZMA which it characterizes as "prohibiting the construction of private seawalls". *See* Supp. Memo. at 8; *see also* Supp. Memo at 3. The State fails to mention that the quoted language was added to the CZMA by Act 16, which was passed in September 2020, three years after this case commenced! *See* Act 16 attached hereto as Exhibit "Q" at p. 16. Nor does the State point out that Act 16 does not have retroactive effect, but rather expressly states that it does not affect a case like this that was begun long before its effective date. *See Id.* at p. 36 (Act 16 "does not affect rights and duties that matured, penalties that were incurred, *and proceedings that were begun before its effective date.*") (Emphasis added). By its very terms, Act 16 does not apply to this case which commenced before September 2020.

B. The *Ashford* boundary line and the Shoreline as determined by the BLNR are the Same

The State attempts to draw a line in the sand between an *Ashford* boundary line and a shoreline as determined by the BLNR, pursuant to the CZMA. The crux of the State's argument is that the CZMA is merely a conservation statute that provides for a shoreline determination by the BLNR solely as a means for measuring the shoreline setback area, while the *Ashford* boundary line serves the separate purpose of marking the boundary between public and private lands. *See* Supp. Memo. at 3. The State's arguments deliberately ignore the stated purposes of the CZMA,

which evidences that the shoreline as determined by the BLNR is intended to serve the same purpose as the *Ashford* boundary line, *in addition to* serving as a means for determining the shoreline setback area. Thus, the shoreline as determined by the BLNR and the *Ashford* boundary line are one in the same.

The *Ashford* boundary line arises out of the public trust doctrine and delineates the boundary between privately owned land and land held in trust for the public use. *See County of Hawaii v. Sotomura*, 55 Haw. 176 (1973); *In re Application of Ashford*, 50 Haw. 314 (1968). Essentially, the *Ashford* boundary is a means of holding coastal areas open for public enjoyment. The CZMA, in much the same way, very clearly evinces its objective to "provide coastal recreational opportunities to the public." HRS § 205A-2(b)(1). Act 188, which gave rise to the CZMA even outright states that "...the controlling purpose of this Act is to provide for the effective management, *beneficial use*, protection, and development of the coastal zone..." 1977 Haw. Sess. Laws Act 188, § 1, attached hereto as Exhibit "R", at 396 (emphases added). Thus, the CZMA has entirely incorporated the objective of the *Ashford* boundary line into its text, evidencing that it is much more than just a conservation statute, and indicating that the determination of the shoreline pursuant to its terms serves a much larger purpose than just defining the shoreline setback area.

Furthermore, while the *Ashford* boundary line has delineated the boundary between public and private lands in the past, the CZMA has entirely subsumed, and also supplemented, the definition of the *Ashford* boundary line¹, indicating an intent for the BLNR determined shoreline to replace the *Ashford* boundary line.

¹ The CZMA defines the shoreline as "...the upper reaches of the wash of the waves, other than storm and seismic waves, at high tide during the season of the year in which the highest wash of the waves occurs, usually evidenced by the edge of vegetation growth, or the upper limit of debris left by the wash of the waves." HRS § 205A-1.

Relevant caselaw defines the *Ashford* boundary line as the highest wash of the waves, usually evidenced by the edge of vegetation or the line of debris. *See e.g. County of Hawaii v. Sotomura*, 55 Haw. 176, 179 (1973).

The objectives of the *Ashford* boundary line are unquestionably incorporated into the CZMA. The common definition of the *Ashford* boundary line and the shoreline as defined by the CZMA only serves to further affirm that the CZMA is meant to abrogate the authority of the Court to make factual determinations as to the location of the shoreline.

C. The Authority to Certify the Shoreline is vested Solely with the BLNR

HRS § 205A-42 specifically directs the BLNR to "prescribe procedures for determining a shoreline." HAR § 13-222 was adopted in 1988 and sets out those procedures in specificity. The State argues that the BLNR's authority to determine the shoreline is designed to coexist with the Court's authority to determine the *Ashford* boundary line, rather than to abrogate it. This contention flies in the face of the CZMA's intended purposes.

Act 188, which gave rise to the CZMA, very clearly states as follows:

SECTION 1. Findings and Purpose.

The legislature further finds that Hawaii's environment is both undermanaged and *overregulated; that regulatory mechanisms must not be added onto but rather combined with the existing systems...*

Exhibit "R" at 396 (emphases added).

Thus, it is apparent that the legislature intended not to add onto the existing *Ashford* boundary line system, but to supersede and combine it into the CZMA. As stated previously, this intent is made abundantly clear by the CZMA's incorporation of the *Ashford* boundary line definition into its own definition of the shoreline.

D. Allowing the Court to Make a Determination of the *Ashford* boundary line that is Separate from the BLNR's Determination of the Shoreline Would Lead to Absurd Results

Contradictorily, the State points to "the adoption of the *Ashford* definition of the 'shoreline' into the CZMA" as evidence that the CZMA meant to incorporate, rather than to

supersede, the common law.² *See* State's Supp. Memo. at 6. However, the State fails to mention that, while the CZMA did adopt the *Ashford* definition of the shoreline, it has also expanded greatly upon that definition in ways which would contradict a separate determination of the shoreline by the Court.

While relevant caselaw defines the shoreline as "the upper reaches of the wash of waves, usually evidenced by the edge of vegetation or the line of debris", the CZMA supplements that definition with further qualifications.³ HRS § 205A-1. Notably, the CZMA carves out an exception to its definition that allows the shoreline to be fixed by an artificial structure. HRS § 205A-42(a) (...no determination of a shoreline shall be valid for a period longer than twelve months, except where the shoreline is fixed by artificial structures that have been approved by appropriate government agencies...). It is here where a determination of an *Ashford* boundary line that is separate from the shoreline would lead to absurd results.

While the CZMA allows for the shoreline to be fixed by an approved and privately-owned structure, the common law makes no such accommodations in regard to the *Ashford* boundary line. Thus, a court's determination of the *Ashford* boundary line could be considerably further mauka than a shoreline that is fixed by an approved and privately-owned structure. Such a determination by a court would leave the privately-owned structure firmly within the boundaries of public land and subject to trespass proceedings brought by the State, despite the structure's approval by relevant government agencies. This resulting absurdity precludes the Court's independent exercise of authority to determine the *Ashford* boundary line and evidences the legislature's intent for the BLNR's shoreline determination to abrogate the Court's authority to determine the location of the *Ashford* boundary line. *State v. Tsujimura*, 140

 $^{^{2}}$ It should be noted that even by the State's own explanation, the *Ashford* boundary line is synonymous with the shoreline.

³ These qualifications include that the wash of the waves must be "other than storm and seismic waves" and that highest wash of the waves are those that occur "at high tide during the season of the year in which the highest wash of the waves occurs". HRS § 205A-1.

Haw. 299, 307 (2017) (The legislature is presumed not to intend an absurd result, and legislation will be construed to avoid, if possible, inconsistency, contradiction[,] and illogicality.)

E. Determination of the Shoreline in any form Should be left to the BLNR

The State contends that it is not asking the Court to make an exact determination of the shoreline, only whether the shoreline is mauka or makai of the O'Shea's seawall. This argument is a red herring, as the State is still asking the Court to determine the location of the shoreline with enough specificity to critically affect the O'Shea's property rights.

Whether the Court were to make an exact determination of the shoreline or a general determination as to whether the shoreline lies mauka or makai of the O'Shea's seawall, the legal effect upon the O'Shea's property rights would be exactly the same. Furthermore, because the location of the shoreline is so contested in this case, the Court's decision as to even its general location could boil down to a matter of several feet. Determination of the shoreline to such a precise area should be informed by testimony and evidence which can only be obtained by a land survey conducted by the BLNR. Even if this were for a Court to decide, rather than an agency with expertise, this is not an issue which is properly decided on summary judgment. The State has offered no surveys in support of its Motion, just some equivocal photographs that depict the Mooney property or the O'Shea property, or others. As such, the Court should decline to make a determination as to the location of the shoreline in any form so that a proper certification of the shoreline may be conducted by the BLNR.

F. Whether the O'Shea's Seawall Needs to be Removed before a Shoreline Certification is Made is an Issue of Fact that Should be Left to the BLNR

The State argues that it is legally impossible for the BLNR to certify the shoreline given the location of the O'Shea's seawall. The State's argument assumes that the O'Shea's seawall encroaches onto State land despite no determination of that fact having been made. It is the O'Shea's position that their seawall does not encroach onto State land. However, leaving that point aside, whether a structure encroaches on State land is exactly the type of determination that should be left to the BLNR pursuant to HRS § 205A-42 and HAR § 13-222.

As explained previously, the shoreline is the determining boundary between private and public lands. The BLNR has the sole discretion to determine where that boundary lies. Thus, the decision of whether it is impossible for the BLNR to determine that boundary due to the encroachment of any structure onto State land should be made by the BLNR itself, not by the Court. Any determination by the Court that the O'Shea's seawall encroaches on State property, without a determination by the BLNR, would have the same effect on the O'Shea's property rights as a judicial determination of the shoreline, usurping power that was expressly delegated to the BLNR by the legislature.

The O'Shea's are not asking to be rewarded for any alleged wrongdoing on their part as the State claims, they are merely requesting that the Court allow them the opportunity to undergo the proper, legislatively defined, process to determine whether their seawall is, in fact, encroaching upon State land.

G. The State Invokes Equity But That Cuts Both Ways.

The State invokes the Court's equitable powers to order a mandatory injunction that the wall be removed. State's Supp. Memo. at 12. Such a remedy is not appropriate under the circumstances and at this state of the case.

For instance, the State did not dispute Mr. O'Shea's declaration and exhibits demonstrating that the State repeatedly denied him the soft solution of sand pushing to protect his property, while allowing his neighbors on both sides to protect their properties with sand pushing. *See* O'Shea Declaration at ¶ 10-15. The Court must consider the inequity of this when the result of the State's denial of such protection was the collapse of the seawall fronting the O'Shea property.

Nor did the State dispute the engineering report that determined the immediate cause of the collapse of the seawall was the excessive torqueing and leveraging employed by Mr. Oberlohr in the days before the collapse. *See* O'Shea Declaration at \P 20-31 and Exhibit "D." To the contrary, the State claims that causation doesn't matter. But this case is not the typical case where gradual and imperceptible erosion undermine a protection structure. This was a sudden, violent act, almost an act of sabotage, which caused the immediate and catastrophic failure of a seawall which had been in place since 1957, long before the state or county regulations pertaining to same.

Finally, the State's Motion and briefs are completely silent as to the consequences if the Court grants the relief it seeks. If the O'Shea's wall is removed and the State is correct that the ocean will immediately move mauka into the O'Shea property, what will happen next? The O'Shea's remaining yard and slab-on-grade home will be undermined. Again assuming the State is correct, the ocean will immediately flank around the existing Mooney wall and Oberlohor wall, causing the failure of each. How can the State ask the Court to grant relief which will – if the State's premise about the shoreline is correct – have an immediate and devastating effect on the O'Shea's home, and the homes, walls and properties of Mooney and Oberlohr.⁴

H. The Additional Evidence Is Not Properly Authenticated.

It is the burden of the party seeking summary judgment to offer admissible evidence. When offering photographic evidence, typical authentication requires the offering witness to testify that she is familiar with the area in question and the photograph accurately depicts the area on the date in question. Ms. Habel's declaration doesn't do this. She simply testifies that she flies drones and takes pictures using the drone. Exhibits 17 and 18 are not admissible.

⁴ The Mooneys are not even parties to this case, which begs another question: how can the State introduce evidence that indisputably shows work being performed on the Mooney property, and yet take a completely different position – non action – with respect to them? Again, a party that seeks equity must do equity.

III. CONCLUSION

For the reasons stated above and the record and files in this case, Plaintiff's Motion

should be denied in its entirety.

DATED: Honolulu, Hawaii May 21, 2021.

DAMON KEY LEONG KUPCHAK HASTERT

/s/ Gregory W. Kugle GREGORY W. KUGLE LOREN A SEEHASE VERONICA A. NORDYKE Attorneys for Defendants and Third-Party Plaintiffs JAMES O'SHEA AND DENISE O'SHEA as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually and DENISE O'SHEA, individually

IN THE CIRCUIT COURT OF THE FIRST CIRCUIT

STATE OF HAWAI'I

STATE OF HAWAI'I, Plaintiff,	CIVIL NO. 17-1-1543-09 JPC (Other Civil Action, Injunctive Relief) (Environmental Court)			
vs. JAMES O'SHEA AND DENISE O'SHEA as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually and DENISE O'SHEA, individually, JOHN AND JANE DOES 1 – 10,	DECLARATION OF GREGORY W. KUGLE			
Defendants.				
JAMES O'SHEA AND DENISE O'SHEA as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually and DENISE O'SHEA, individually,				
Third-Party Plaintiffs, vs.				
RUPERT T. OBERLOHR individually; RUPERT T. OBERLOHR as Trustee of the Rupert Oberlohr Trust; Doe Defendants 1-100,				
Third-Party Defendant.	No Trial Date Set.			
DECLARATION C	DF GREGORY W. KUGLE			
I, GREGORY W. KUGLE, declare as follows:				

1. I make this declaration upon personal knowledge, unless otherwise indicated, and

am competent to testify to the matters stated in this declaration.

2. I represent the Defendants/Third-Party Plaintiffs in this matter.

3. Attached hereto as Exhibit "Q" is a true and correct copy of Act 16, S.B. 2060, 30th Leg., Reg. Sess. (Haw. 2020), as retrieved from the Hawaii State Legislature's website at: https://www.capitol.hawaii.gov/session2020/bills/GM1121_.pdf on May 21, 2021.

4. Attached hereto as Exhibit "R" is a true and correct copy of Act 188, Session Laws of Hawaii 1977 at 396-403, as retrieved from the Hawaii State Legislature's website at: https://www.capitol.hawaii.gov/slh/Years/SLH1977/SLH1977_Act188.pdf on May 12, 2021.

I declare under penalty of perjury under the laws of the State of Hawai'i that the foregoing is true and correct.

Executed this 21st day of May 2021, at Honolulu, Hawai'i.

<u>/s/ Gregory W. Kugle</u> GREGORY W. KUGLE



EXECUTIVE CHAMBERS HONOLULU

DAVID Y. IGE GOVERNOR

September 15, 2020

GOV. MSG. NO. 112(

The Honorable Ronald D. Kouchi, President and Members of the Senate Thirtieth State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirtieth State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

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

This is to inform you that on September 15, 2020, the following bill was signed into law:

SB2060 SD2 HD2

RELATING TO COASTAL ZONE MANAGEMENT. Act 016 (20)

Sincerely,

rd US

DAVID Y. IGE Governor, State of Hawai'i

EXHIBIT "Q"

Approved by the Governor SEP 15 2020

on .

THE SENATE THIRTIETH LEGISLATURE, 2020 STATE OF HAWAII

ACT 016 S.B. NO. 2060 S.D. 2 H.D. 2

A BILL FOR AN ACT

RELATING TO COASTAL ZONE MANAGEMENT.

3

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

1	SECT	ION 1. The legislature finds that the coastal zone
2	managemen	t program was established pursuant to Act 188, Session
3	Laws of H	awaii 1977. The Act declared that it is state policy
4	to:	
5	(1)	Protect, preserve, and where desirable, restore or
6		improve the quality of coastal scenic and open space
7		resources;
8	(2)	Protect valuable coastal ecosystems from disruption
9		and minimize adverse impacts on all coastal
10		ecosystems;
11	(3)	Reduce hazards to life and property from tsunami,
12		storm waves, stream flooding, erosion, and subsidence;
13		and
14	(4)	Improve the development review process, communication,
15		and public participation in the management of coastal
16		resources and hazards.

SB2060 HD2 HMS 2020-2137

S.B. NO. ²⁰⁶⁰ S.D. 2 H.D. 2

1 The legislature also finds that a 2012 collaborative study 2 by the United States Geological Survey and the University of Hawaii indicates that seventy per cent of beaches in Hawaii are 3 undergoing a trend of chronic sand loss and shoreline retreat. 4 Further, more than thirteen miles of beach in the State have 5 6 been completely lost to erosion fronting seawalls and 7 revetments. The Hawaii sea level rise vulnerability and 8 adaptation report, accepted in 2017 by the Hawaii climate change 9 mitigation and adaptation commission, finds that with just 1.1 feet of sea level rise, many more miles of beach could be lost 10 to erosion if widespread shoreline armoring is allowed. This 11 12 could mean a loss of five miles of beach on Kauai, seven miles 13 of beach on Oahu, and eight miles of beach on Maui. Based on 14 its findings, the report recommends enabling beaches to persist 15 with sea level rise and suggests integrating sea level rise 16 considerations into Hawaii's laws regarding coastal zone 17 management.

18 The legislature further finds that the convergence of dense 19 development along shorelines, increasing landward migration of 20 shoreline due to sea level rise and other human and natural 21 impacts, and extensive beach loss fronting shoreline armoring

SB2060 HD2 HMS 2020-2137

S.B. NO. ²⁰⁶⁰ S.D. 2 H.D. 2

necessitates revision of existing policies and regulations.
 Revision of these existing policies and regulations would both
 protect beaches and other coastal environments from further
 degradation and reduce the exposure of shorefront communities to
 increasing erosion and flooding hazards caused by sea level
 rise.

7 The legislature also finds that a recent study by the 8 University of Hawaii coastal geology group identified several 9 primary causes for the State's failure to meet coastal zone 10 management policy objectives. Specifically, the study found that current policies, ordinances, and practices allow for: 11 12 The hardening of shorelines through a hardship (1)13 variance that is granted based upon demonstrated 14 hardship brought on by coastal erosion. When granted, 15 these hardship variances set into motion a cycle of 16 shoreline armoring that causes "flanking", or 17 amplified erosion, on properties adjacent to armored 18 shorelines. This continuous cycle of hardening and flanking can extend along an entire beach and, in a 19 20 section of northeast Oahu, approximately forty-five 21 per cent of observed shoreline hardening was

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S.B. NO. ²⁰⁶⁰ S.D. 2 H.D. 2

implemented in response to adjacent hardening. This cycle, caused by a combination of beach erosion and coastal policy, has resulted in the narrowing and even elimination of beaches to the extent that they can no longer be used for public recreation or cultural practice; and

7 (2) Renovation and expansion of single-family homes in 8 erosion and flood-prone coastal areas, thereby 9 extending building lifetimes indefinitely and allowing for virtually complete coverage of coastal parcels by 10 11 these structures. The average building surface area 12 increased by twenty per cent following the 13 establishment of the State's coastal zone management 14 program and, combined with sea level rise, this 15 development increases the likelihood of mass 16 structural failure and deposit of debris on public 17 beaches.

18 The purpose of this Act is to strengthen coastal zone 19 management policy by amending chapter 205A, Hawaii Revised 20 Statutes, to protect state beaches and to reduce residential 21 exposure to coastal hazards.

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S.B. NO. $^{2060}_{S.D. 2}_{H.D. 2}$

5

1	SECTION 2. Section 205A-1, Hawaii Revised Statutes, is
2	amended by adding three new definitions to be appropriately
3	inserted and to read as follows:
4	""Authority" means the county planning commission, except
5	in counties where the county planning commission is advisory
6	only, in which case "authority" means the county council or such
7	body as the council may by ordinance designate. The authority
8	may, as appropriate, delegate the responsibility for
9	administering this chapter.
10	"Beach" means a coastal landform primarily composed of sand
11	from eroded rock, coral, or shell material, or any combination
12	thereof, that is established and shaped by wave action and tidal
13	processes. "Beach" includes sand deposits in nearshore
14	submerged areas, or sand dunes or upland beach deposits landward
15	of the shoreline, that provide benefits for public use and
16	recreation, for coastal ecosystems, and as a natural buffer
17	against coastal hazards.
18	"Coastal hazards" means any tsunami, hurricane, wind, wave,
19	storm surges, high tide, flooding, erosion, sea level rise,
20	subsidence, or point and nonpoint source pollution."

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Page 5

S.B. NO. ²⁰⁶⁰ S.D. 2 H.D. 2

1	SECT	N 3. Section 205A-2,	Hawaii Revised Statutes, is
2	amended b	amending subsections	(b) and (c) to read as follows:
3	"(b)	Dbjectives.	
4	(1)	ecreational resources	
5		A) Provide coastal re	ecreational opportunities
6		accessible to the	public.
7	(2)	istoric resources;	
8		A) Protect, preserve	and, where desirable, restore
9		those natural and	manmade historic and
10		prehistoric resou:	cces in the coastal zone
11		management area tl	nat are significant in Hawaiian
12		and American hist	ory and culture.
13	(3)	cenic and open space :	cesources;
14		A) Protect, preserve	and, where desirable, restore
15		or improve the qua	ality of coastal scenic and open
16		space resources.	
17	(4)	bastal ecosystems;	
18		A) Protect valuable	coastal ecosystems, including
19		reefs, <u>beaches, a</u>	nd coastal dunes, from
20		disruption and min	nimize adverse impacts on all
21		coastal ecosystem:	5.

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Page 7

1	(5)	Economic uses;
2		(A) Provide public or private facilities and
3		improvements important to the State's economy in
4		suitable locations.
5	(6)	Coastal hazards;
6		(A) Reduce hazard to life and property from [tsunami,
7		storm waves, stream flooding, erosion,
8		subsidence, and pollution.] coastal hazards.
9	(7)	Managing development;
10		(A) Improve the development review process,
11		communication, and public participation in the
12		management of coastal resources and hazards.
13	(8)	Public participation;
14		(A) Stimulate public awareness, education, and
15		participation in coastal management.
16	(9)	Beach and coastal dune protection;
17		(A) Protect beaches and coastal dunes for [public]:
18		(i) Public use and recreation [-];
19		(ii) The benefit of coastal ecosystems; and
20		(iii) Use as natural buffers against coastal
21		hazards; and



S.B. NO. $^{2060}_{\text{S.D. 2}}_{H.D. 2}$

1		<u>(B)</u>	<u>Coor</u>	dinate and fund beach management and
2			prot	ection.
3	(10)	Mari	ne <u>an</u>	d coastal resources;
4		(A)	Prom	ote the protection, use, and development of
5			mari	ne and coastal resources to assure their
6			sust	ainability.
7	(c)	Poli	cies.	
8	(1)	Recr	eatio	nal resources;
9		(A)	Impr	ove coordination and funding of coastal
10			recr	eational planning and management; and
11		(B)	Prov	ide adequate, accessible, and diverse
12			recr	eational opportunities in the coastal zone
13			mana	gement area by:
14			(i)	Protecting coastal resources uniquely suited
15				for recreational activities that cannot be
16			×	provided in other areas;
17			(ii)	Requiring [replacement] restoration of
18				coastal resources [having] that have
19				significant recreational and ecosystem
20	r.			value, including[$ au$] but not limited to coral
21				reefs, surfing sites, fishponds, [and] sand

SB2060 HD2 HMS 2020-2137

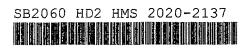
1		beaches, and coastal dunes, when [such]
2		these resources will be unavoidably damaged
3		by development; or requiring [reasonable]
4		monetary compensation to the State for
5		recreation when [replacement] restoration is
6		not feasible or desirable;
7	(iii)	Providing and managing adequate public
8		access, consistent with conservation of
9		natural resources, to and along shorelines
10		with recreational value;
11	(iv)	Providing an adequate supply of shoreline
12		parks and other recreational facilities
13		suitable for public recreation;
14	(v)	Ensuring public recreational uses of county,
15		state, and federally owned or controlled
16		shoreline lands and waters having
17		recreational value consistent with public
18		safety standards and conservation of natural
19		resources;
20	(vi)	Adopting water quality standards and
21		regulating point and nonpoint sources of

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1		pollution to protect, and where feasible,
2		restore the recreational value of coastal
3		waters;
4	(vii)	Developing new shoreline recreational
5		opportunities, where appropriate, such as
6		artificial lagoons, artificial beaches, and
7		artificial reefs for surfing and fishing;
8		and
9	(viii)	Encouraging reasonable dedication of
10		shoreline areas with recreational value for
11		public use as part of discretionary
12		approvals or permits by the land use
13		commission, board of land and natural
14		resources, and county authorities; and
15		crediting [such] <u>that</u> dedication against the
16		requirements of section 46-6;
17	(2) Historic	resources;
18	(A) Ider	ntify and analyze significant archaeological
19	reso	ources;



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1		(B)	Maximize information retention through
2			preservation of remains and artifacts or salvage
3			operations; and
4		(C)	Support state goals for protection, restoration,
5			interpretation, and display of historic
6			resources;
7	(3)	Scen	ic and open space resources;
8		(A)	Identify valued scenic resources in the coastal
9			zone management area;
10		(B)	Ensure that new developments are compatible with
11			their visual environment by designing and
12			locating [such] <u>those</u> developments to minimize
13			the alteration of natural landforms and existing
14			public views to and along the shoreline;
15		(C)	Preserve, maintain, and, where desirable, improve
16			and restore shoreline open space and scenic
17			resources; and
18		(D)	Encourage those developments that are not coastal
19			dependent to locate in inland areas;
20	(4)	Coas	tal ecosystems;

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1		(A)	Exercise an overall conservation ethic, and
2			practice stewardship in the protection, use, and
3			development of marine and coastal resources;
4		(B)	Improve the technical basis for natural resource
5			<pre>management;</pre>
6		(C)	Preserve valuable coastal ecosystems[, including
7			reefs _r] of significant biological or economic
8			<pre>importance[+], including reefs, beaches, and</pre>
9			dunes;
10		(D)	Minimize disruption or degradation of coastal
11			water ecosystems by effective regulation of
12			stream diversions, channelization, and similar
13			land and water uses, recognizing competing water
14			needs; and
15		(E)	Promote water quantity and quality planning and
16			management practices that reflect the tolerance
17			of fresh water and marine ecosystems and maintain
18			and enhance water quality through the development
19			and implementation of point and nonpoint source
20			water pollution control measures;
21	(5)	Econ	omic uses;

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1	(A)	Concentrate coastal dependent development in
2		appropriate areas;
3	(B)	Ensure that coastal dependent development [such
4		as harbors and ports,] and coastal related
5		development [such as visitor industry facilities
6		and energy generating facilities,] are located,
7		designed, and constructed to minimize exposure to
8	ŵ	coastal hazards and adverse social, visual, and
9		environmental impacts in the coastal zone
10		management area; and
11	(C)	Direct the location and expansion of coastal
12		[dependent developments] development to areas
13		[presently] designated and used for [such
14		developments] that development and permit
15		reasonable long-term growth at [such] <u>those</u>
16		areas, and permit coastal [dependent] development
17		outside of [presently] designated areas when:
18		(i) Use of [presently] designated locations is
19		not feasible;
20		(ii) Adverse environmental effects and risks from
21		coastal hazards are minimized; and

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1	ň	(:	iii) The development is important to the State's
2			economy;
3	(6)	Coas	tal hazards;
4		(A)	Develop and communicate adequate information
5			about [storm wave, tsunami, flood, crosion,
6			subsidence, and point and nonpoint source
7			pollution] the risks of coastal hazards;
8		(B)	Control development, including planning and
9			zoning control, in areas subject to [storm-wave,
10			tsunami, flood, crosion, hurricane, wind,
11			subsidence, and point and nonpoint source
12			<pre>pollution] coastal hazards;</pre>
13		(C)	Ensure that developments comply with requirements
14			of the [Federal] <u>National</u> Flood Insurance
15			Program; and
16		(D)	Prevent coastal flooding from inland projects;
17	(7)	Mana	ging development;
18		(A)	Use, implement, and enforce existing law
19			effectively to the maximum extent possible in
20			managing present and future coastal zone
21			development;

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1		(B)	Facilitate timely processing of applications for
2			development permits and resolve overlapping or
3			conflicting permit requirements; and
4		(C)	Communicate the potential short and long-term
5			impacts of proposed significant coastal
6			developments early in their life cycle and in
7			terms understandable to the public to facilitate
8			public participation in the planning and review
9			process;
10	(8)	Publ	ic participation;
11		(A)	Promote public involvement in coastal zone
12			management processes;
13		(B)	Disseminate information on coastal management
14			issues by means of educational materials,
15			published reports, staff contact, and public
16			workshops for persons and organizations concerned
17			with coastal issues, developments, and government
18			activities; and
19		(C)	Organize workshops, policy dialogues, and site-
20			specific mediations to respond to coastal issues
21			and conflicts;

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1	(9)	Beac	h protection;
2		(A)	Locate new structures inland from the shoreline
3			setback to conserve open space, minimize
4			interference with natural shoreline processes,
5			and minimize loss of improvements due to erosion;
6		(B)	Prohibit construction of private [erosion-
7			<pre>protection] shoreline hardening structures</pre>
8			[seaward of the shoreline, except when they
9			result in improved aesthetic and engineering
10			solutions to crosion at the sites and do not]
11			including seawalls and revetments, at sites
12			having sand beaches and at sites where shoreline
13			hardening structures interfere with existing
14			recreational and waterline activities;
15		(C)	Minimize the construction of public [crosion-
16			<pre>protection] shoreline hardening structures</pre>
17			[seaward of the shoreline;], including seawalls
18			and revetments, at sites having sand beaches and
19			at sites where shoreline hardening structures
20			interfere with existing recreational and
21			waterline activities;

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1	<u>(D)</u>	Minimize grading of and damage to coastal dunes;
2	[-(Ð) -]	(E) Prohibit private property owners from
3		creating a public nuisance by inducing or
4		cultivating the private property owner's
5		vegetation in a beach transit corridor; and
6	[(E)]	(F) Prohibit private property owners from
7		creating a public nuisance by allowing the
8		private property owner's unmaintained vegetation
9		to interfere or encroach upon a beach transit
10		corridor; and
11	(10) Mari	ne <u>and coastal</u> resources;
11 12	(10) Mari (A)	ne <u>and coastal</u> resources; Ensure that the use and development of marine and
12		Ensure that the use and development of marine and
12 13		Ensure that the use and development of marine and coastal resources are ecologically and
12 13 14		Ensure that the use and development of marine and coastal resources are ecologically and environmentally sound and economically
12 13 14 15	(A)	Ensure that the use and development of marine and coastal resources are ecologically and environmentally sound and economically beneficial;
12 13 14 15 16	(A)	Ensure that the use and development of marine and coastal resources are ecologically and environmentally sound and economically beneficial; Coordinate the management of marine and coastal
12 13 14 15 16 17	(A)	Ensure that the use and development of marine and coastal resources are ecologically and environmentally sound and economically beneficial; Coordinate the management of marine and coastal resources and activities to improve effectiveness

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1		management of ocean resources within the United
2		States exclusive economic zone;
3	(D)	Promote research, study, and understanding of
4		ocean and coastal processes, impacts of climate
5		change and sea level rise, marine life, and other
6		ocean resources to acquire and inventory
7		information necessary to understand how [ocean]
8		coastal development activities relate to and
9		impact [upon] ocean and coastal resources; and
10	(E)	Encourage research and development of new,
11		innovative technologies for exploring, using, or
12		protecting marine and coastal resources."
13	SECTION 4	. Section 205A-22, Hawaii Revised Statutes, is
14	amended as fol	lows:
15	l. By am	ending the definition of "department" to read:
16	""Departm	ent" means the planning department [in] <u>of</u> the
17	counties of Ka	uai, Maui, and Hawaii and the department of
18	planning and p	ermitting $[\frac{in}{in}]$ of the city and county of Honolulu,
19	or other appro	priate agency as designated by the county
20	councils."	
21	2. By am	ending the definition of "development" to read:

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1	""Development" means any of the uses, activities, or		
2	operations on land or in or under water within a special		
3	management area that are included below:		
4	(1)	Placement or erection of any solid material or any	
5		gaseous, liquid, solid, or thermal waste;	
6	(2)	Grading, removing, dredging, mining, or extraction of	
7		any materials;	
8	(3)	Change in the density or intensity of use of land,	
9		including but not limited to the division or	
10		subdivision of land;	
11	(4)	Change in the intensity of use of water, ecology	
12		related thereto, or of access thereto; and	
13	(5)	Construction, reconstruction, [demolition,] or	
14		alteration of the size of any structure.	
15	"Dev	elopment" does not include the following:	
16	(1)	Construction or reconstruction of a single-family	
17		residence that is less than seven thousand five	
18		hundred square feet of floor area, is not situated on	
19		a shoreline parcel or a parcel that is impacted by	
20		waves, storm surges, high tide, or shoreline erosion,	
21		and is not part of a larger development;	

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(2)	Repair or maintenance of roads and highways within
	existing rights-of-way;
(3)	Routine maintenance dredging of existing streams,
	channels, and drainage ways;
(4)	Repair and maintenance of underground utility lines,
	including but not limited to water, sewer, power, and
	telephone and minor appurtenant structures such as pad
	mounted transformers and sewer pump stations;
(5)	Zoning variances, except for height, density, parking,
	and shoreline setback;
(6)	Repair, maintenance, or interior alterations to
	existing structures;
(7)	Demolition or removal of structures, except those
	structures located on any historic site as designated
	in national or state registers;
(8)	Use of any land for the purpose of cultivating,
	planting, growing, and harvesting plants, crops,
	trees, and other agricultural, horticultural, or
	forestry products or animal husbandry, or aquaculture
	or mariculture of plants or animals, or other
	agricultural purposes;
	 (3) (4) (5) (6) (7)

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1	(9)	Transfer of title to land;
2	(10)	Creation or termination of easements, covenants, or
3		other rights in structures or land;
4	[(11) -	Final-subdivision approval; provided that in counties
5		that may automatically approve tentative subdivision
6		applications as a ministerial act within a fixed time
7		of the submission of a preliminary plat map, unless
8		the director takes specific action, a special
9		management area use-permit if required, shall-be
10		processed concurrently with an application for
11		tentative subdivision approval or after tentative
12		subdivision approval and before final subdivistion
13		approval;
14	(12)]	(11) Subdivision of land into lots greater than
15		twenty acres in size;
16	[(13)]	(12) Subdivision of a parcel of land into four or
17		fewer parcels when no associated construction
18		activities are proposed; provided that any land that
19		is so subdivided shall not thereafter qualify for this
20		exception with respect to any subsequent subdivision
21		of any of the resulting parcels;

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1	[(14)]	(13) Installation of underground utility lines and	
2		appurtenant aboveground fixtures less than four feet	
3		in height along existing corridors;	
4	[(15)]	(14) Structural and nonstructural improvements to	
5		existing single-family residences, where otherwise	
6		permissible;	
7	[(16)]	(15) Nonstructural improvements to existing	
8		commercial or noncommercial structures; and	
9	[(17)]	(16) Construction, installation, maintenance, repair,	
10		and replacement of emergency management warning or	
11		signal devices and sirens;	
12	provided t	that whenever the authority finds that any excluded	
13	use, activ	vity, or operation may have a cumulative impact, or a	
14	significant environmental or ecological effect on a special		
15	management area, that use, activity, or operation shall be		
16	defined as	s "development" for the purpose of this part."	
17	3. H	By amending the definition of "special management area	
18	emergency	permit" to read:	
19	""Spe	ecial management area emergency permit" means an action	
20	by the aut	thority authorizing development in cases of emergency	
21	requiring	immediate action to prevent substantial physical harm	

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1 to persons or property or to allow the reconstruction of 2 structures damaged by natural hazards to their original form; provided that [such] those structures were previously found to 3 4 be in compliance with requirements of the [Federal] National Flood Insurance Program." 5 6 4. By repealing the definition of "authority". 7 [""Authority" means the county planning commission, except 8 in counties where the county planning commission is advisory only, in which case "authority" means the county council or such 9 10 body as the council may by ordinance designate. The authority 11 may, as appropriate, delegate the responsibility for 12 administering-this part."] 13 SECTION 5. Section 205A-26, Hawaii Revised Statutes, is 14 amended to read as follows: 15 "§205A-26 Special management area guidelines. In 16 implementing this part, the authority shall adopt the following quidelines for the review of developments proposed in the 17 18 special management area: 19 (1) All development in the special management area shall 20 be subject to reasonable terms and conditions set by the authority in order to ensure: 21

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1		(A)	Adequate access, by dedication or other means, to
2			publicly owned or used beaches, recreation areas,
3			and natural reserves is provided to the extent
4			consistent with sound conservation principles;
5		(B)	Adequate and properly located public recreation
6			areas and wildlife preserves are reserved;
7		(C)	Provisions are made for solid and liquid waste
8			treatment, disposition, and management [which]
9			that will minimize adverse effects upon special
10			management area resources; and
11		(D)	Alterations to existing land forms and
12			vegetation, except crops, and construction of
13			structures shall cause minimum adverse effect to
14			water resources, beaches, coastal dunes, and
15			scenic and recreational amenities and [minimum
16			danger of] minimize impacts from floods, wind
17			damage, storm surge, landslides, erosion, <u>sea</u>
18			level rise, siltation, or failure in the event of
19			earthquake.
20	(2)	No d	evelopment shall be approved unless the authority
21		has	first found:

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(A)	That the development will not have any
,	[substantial] significant adverse environmental
	or ecological effect, except as [such] any
	adverse effect is minimized to the extent
	practicable and clearly outweighed by public
	health, safety, or compelling public interests.
	[Such] Those adverse effects shall include[$_{ au}$] but
	not be limited to[$ au$] the potential cumulative
	impact of individual developments, each [one] of
	which taken [in] <u>by</u> itself might not have a
	[substantial] significant adverse effect, and the
	elimination of planning options;
(B)	That the development is consistent with the
	objectives, policies, and special management area
	guidelines of this chapter and any guidelines
	enacted by the legislature; and
(C)	That the development is consistent with the
	county general plan, community plan, and zoning[-
	Such]; provided that a finding of consistency
	[does] <u>shall</u> not preclude concurrent processing
	(B)

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1			where a general plan, community plan, or zoning
2			amendment may also be required.
3	(3)	The	authority shall seek to minimize, where
4		reas	onable:
5		(A)	Dredging, filling or otherwise altering any bay,
6		u.	estuary, salt marsh, river mouth, slough or
7			lagoon;
8		(B)	Any development [which] <u>that</u> would reduce the
9.			size of any beach or other area usable for public
10			recreation;
11		(C)	Any development [which] that would reduce or
12			impose restrictions upon public access to tidal
13			and submerged lands, beaches, portions of rivers
14			and streams within the special management areas
15			and the mean high tide line where there is no
16			beach;
17		(D)	Any development [which] that would substantially
18			interfere with or detract from the line of sight
19			toward the sea from the state highway nearest the
20			coast; and

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1	(E) Any development [which] <u>that</u> would adversely
2	affect water quality, existing areas of open
3	water free of visible structures, existing and
4	potential fisheries and fishing grounds, wildlife
5	habitats, or potential or existing agricultural
.6	uses of land."
7	SECTION 6. Section 205A-29, Hawaii Revised Statutes, is
8	amended by amending subsection (a) to read as follows:
9	"(a) The authority in each county, upon consultation with
10	the central coordinating agency, shall adopt rules under
11	chapter 91 setting the special management area use permit
12	application procedures, conditions under which hearings must be
13	held, and the time periods within which the hearing and action
14	for special management area use permits shall occur. The
15	authority shall provide for adequate notice to individuals whose
16	property rights may be adversely affected and to persons who
17	have requested in writing to be notified of special management
18	area use permit hearings or applications. The authority shall
19	also provide public notice [statewide] that is, at a minimum,
20	circulated throughout the county at least twenty days in advance

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1 of the hearing. The authority may require a reasonable filing fee which shall be used for the purposes set forth herein. 2 3 Any rule adopted by the authority shall be consistent with 4 the objectives, policies, and special management area guidelines provided in this chapter. Action on the special management 5 6 permit shall be final unless otherwise mandated by court order." 7 SECTION 7. Section 205A-41, Hawaii Revised Statutes, is 8 amended by adding a new definition to be appropriately inserted 9 and to read as follows: 10 ""Department" means the planning department of the counties 11 of Kauai, Maui, and Hawaii and the department of planning and permitting of the city and county of Honolulu, or other 12 appropriate agency as designated by the county councils." 13 14 SECTION 8. Section 205A-43, Hawaii Revised Statutes, is 15 amended by amending subsection (a) to read as follows: 16 "(a) Setbacks along shorelines are established of not less 17 than [twenty feet and not more than] forty feet inland from the shoreline. The department shall adopt rules pursuant to chapter 18 19 91, and shall enforce the shoreline setbacks and rules pertaining thereto." 20

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1	SECTION 9. Section 205A-43.5, Hawaii Revised Statutes, is
2	amended by amending subsection (a) to read as follows:
3	"(a) Prior to action on a variance application, the
4	authority shall hold a public hearing under chapter 91. By
5	adoption of rules under chapter 91, the authority may delegate
6	responsibility to the department. Public and private notice,
7	including reasonable notice to abutting property owners and
8	persons who have requested this notice, shall be provided, but a
9	public hearing may be waived prior to action on a variance
10	application for:
11	(1) Stabilization of shoreline erosion by the moving of
12	sand entirely on public lands;
13	(2) Protection of a legal structure [costing more than
14	\$20,000;] or public facility, including any facility
15	owned by a public utility that is regulated pursuant
16	to chapter 269, that does not fix the shoreline, under
17	an emergency authorization issued by the authority;
18	provided that the structure or public facility is at
19	risk of immediate damage from shoreline erosion[+] and
20	the authorization does not exceed three years;

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1 Other structures or activities; provided that no (3) 2 person or agency has requested a public hearing within twenty-five calendar days after public notice of the 3 4 application; or 5 (4) Maintenance, repair, reconstruction, and minor 6 additions or alterations of legal boating, maritime, 7 or watersports recreational facilities, [which] that 8 result in little or no interference with natural 9 shoreline processes." 10 SECTION 10. Section 205A-44, Hawaii Revised Statutes, is 11 amended by amending subsection (b) to read as follows: "(b) Except as provided in this section, structures are 12 13 prohibited in the shoreline area without a variance pursuant to 14 this part. Structures in the shoreline area shall not need a 15 variance if: 16 (1)They were completed prior to June 22, 1970; 17 (2) They received either a building permit, board 18 approval, or shoreline setback variance prior to June 19 16, 1989; 20 (3) They are outside the shoreline area when they receive 21 either a building permit or board approval;

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1	(4)	They are necessary for or ancillary to continuation of
2		existing agriculture or aquaculture in the shoreline
3		area on June 16, 1989;
4	(5)	They are minor structures permitted under rules
5		adopted by the department which do not affect beach
6		processes or artificially fix the shoreline and do not
7		interfere with public access or public views to and
8		along the shoreline; or
9	(6)	Work being done consists of maintenance, repair,
10		[reconstruction,] and minor additions or alterations
11		of legal boating, maritime, or watersports
12		recreational facilities, which are publicly owned, and
13		which result in little or no interference with natural
14		shoreline processes;
15	provided	that permitted structures may be repaired, but shall
16	not be en	larged, rebuilt, or replaced within the shoreline area
17	without a	variance."
18	SECT	ION 11. Section 205A-46, Hawaii Revised Statutes, is
19	amended a	s follows:
20	1.	By amending subsection (a) to read:

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1	"(a)	A variance may be granted for a structure or activity
2	otherwise	prohibited in this part if the authority finds in
3	writing, }	based on the record presented, that the proposed
4	structure	or activity is necessary for or ancillary to:
5	(1)	Cultivation of crops;
6	(2)	Aquaculture;
7	(3)	Landscaping; provided that the authority finds that
8		the proposed structure or activity will not adversely
9		affect beach processes and will not artificially fix
10		the shoreline;
11	(4)	Drainage;
12	(5)	Boating, maritime, or watersports recreational
13		facilities;
14	(6)	Facilities or improvements by public agencies or
15		public utilities regulated under chapter 269;
16	(7)	Private facilities or improvements that are clearly in
17		the public interest;
18	(8)	Private facilities or improvements [which] that will
19		[neither] not adversely affect beach processes [nor],
20		result in flanking shoreline erosion, or artificially
21		fix the shoreline; provided that the authority [also

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1		finds that] may consider any hardship that will result
2		to the applicant if the facilities or improvements are
3		not allowed within the shoreline area;
4	(9)	Private facilities or improvements that may
5		artificially fix the shoreline; provided that the
6		authority [also finds that shoreline crosion is likely
7		to cause] may consider hardship to the applicant if
8		the facilities or improvements are not allowed within
9		the shoreline area[, and the authority imposes
10		conditions-to prohibit-any structure-seaward of the
11		existing shoreline unless it is clearly in the public
12		interest; or]; provided further that a variance to
13		artificially fix the shoreline shall not be granted in
14		areas with sand beaches or where artificially fixing
15		the shoreline may interfere with existing recreational
16		and waterline activities unless the granting of the
17		variance is clearly demonstrated to be in the interest
18		of the general public; or
19	(10)	Moving of sand from one location seaward of the
20		shoreline to another location seaward of the
21		shoreline; provided that the authority also finds that

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1		moving of sand will not adversely affect beach
2		processes, will not diminish the size of a public
3		beach, and will be necessary to stabilize an eroding
4		shoreline."
5	2.	By amending subsection (c) to read:
6	"(c)	No variance shall be granted unless appropriate
7	condition	s are imposed:
8	(1)	To maintain safe lateral access to and along the
9		shoreline or adequately compensate for its loss;
10	(2)	To minimize risk of adverse impacts on beach
11		processes;
12	(3)	To minimize risk of structures failing and becoming
13		loose rocks, sharp or otherwise dangerous debris, or
14		rubble on public property; and
15	(4)	To minimize adverse impacts on public views to, from,
16		and along the shoreline."
17	SECT	ION 12. Section 205A-62, Hawaii Revised Statutes, is
18	amended t	o read as follows:
19	"§20	5A-62 Duties and responsibilities of the lead agency.
20	The lead	agency shall have the following duties and
21	responsib	ilities:

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1	(1)	Coordinate overall implementation of the plan, giving
2		special consideration to the plan's priority
3		recommendations;
4	(2)	Review and periodically update the plan;
5	(3)	Coordinate the development of state agency work plans
6		to implement the ocean resources management plan. The
7		work plans shall be revised on a biennial basis and
8		coordinated with the budget process. State agencies
9		with responsibilities relating to marine and coastal
10		zone management include but are not limited to:
11		(A) The department of agriculture;
12		(B) The department of business, economic development,
13		and tourism;
14		(C) The department of defense;
15		(D) The department of education;
16		[(D)] <u>(E)</u> The department of health;
17		$\left(\frac{(E)}{(F)}\right)$ The department of land and natural
18		resources;
19		[(F)] <u>(G)</u> The department of public safety;
20		[-(G)] (H) The department of transportation; and
21		[(H)] <u>(I)</u> The University of Hawaii;

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1	(4)	Ensure that state agency work plans are closely
2		coordinated with the work plans of relevant federal
3		and county agencies;
4	(5)	Analyze, resolve conflicts between, and prioritize, in
5		cooperation with relevant agencies and as part of the
6		work plan development process, the sector-specific
7		recommendations included in the plan;
8	(6)	Coordinate exclusive economic zone and other marine-
9		related issues with state and county agencies;
10	(7)	Provide technical assistance to the agencies on policy
11		and issue-related matters regarding marine and coastal
12		resources management;
13	(8)	Coordinate marine and coastal education activities;
14		and
15	(9)	Adopt rules pursuant to chapter 91 to carry out the
16		purposes of this part."
17	SECT	ION 13. This Act does not affect rights and duties
18	that matur	red, penalties that were incurred, and proceedings that
19	were begun	n before its effective date.
20	SECT	ION 14. Statutory material to be repealed is bracketed
21	and stric	ken. New statutory material is underscored.

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S.B. NO. ²⁰⁶⁰ S.D. 2 H.D. 2

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SECTION 15. This Act shall take effect upon its approval.

APPROVED this 👞 🔰 🔸 lday of SEP

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GOVERNOR OF THE STATE OF HAWAII

THE SENATE OF THE STATE OF HAWAI'I

Date: July 10, 2020 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate

of the Thirtieth Legislature of the State of Hawai'i, Regular Session of 2020.

MUN. M. " President of the Senate

Clerk of the Senate

THE HOUSE OF REPRESENTATIVES OF THE

1 :

STATE OF HAWAII

Date: July 6, 2020 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Third Reading in the House of Representatives of the Thirtieth Legislature of the State of Hawaii, Regular Session of 2020.

BCMA mm

Scott K. Saiki Speaker House of Representatives

This L. I lite

Brian L. Takeshita Chief Clerk House of Representatives

ACT 188

H.B. NO. 122

A Bill for an Act Relating to Coastal Zone Management.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. Findings and Purpose. The legislature finds that Congress has enacted the Coastal Zone Management Act of 1972, Public Law 92-583, as amended, which recognizes the national interest in the effective planning, management, beneficial use, protection, and development of the coastal zones of the several states.

It is a purpose of this Act, to authorize a Hawaii state coastal zone management program that complies with the requirements of the National Coastal Zone Management Act. However, the controlling purpose of this Act is to provide for the effective management, beneficial use, protection, and development of the coastal zone. Where Hawaii's unique geographical and political circumstances result in the necessity of choosing between the intent of the federal legislation and specific requirements the purpose of this Act shall control.

The legislature further finds that Hawaii's environment is both undermanaged and overregulated; that new regulatory mechanisms must not be added onto, but rather combined with, the existing systems; and that the counties have shown their ability and willingness to play a constructive role in coastal zone management by their actions under chapter 205A, part II, Hawaii Revised Statutes.

SECTION 2. Repeal. Part I of chapter 205A, Hawaii Revised Statutes, is repealed.

SECTION 3. Chapter 205A, Hawaii Revised Statutes, is amended by adding a new part to read as follows:

"PART I. COASTAL ZONE MANAGEMENT

Sec. 205A-1 Definitions. As used in this part, unless the context otherwise requires:

(1) "Agency" means any agency, board, commission, department, or

EXHIBIT "R"

officer of a county government or the State government;

- (2) "Authority" means the authority administering chapter 205A, Hawaii Revised Statutes, at the time of the effective date of this Act.
- (3) "Coastal zone management area" means the special management area after compliance pursuant to section 205A-23 of this chapter and as defined in part II of this chapter.
- (4) "Coastal zone management program" means the coastal zone management program as provided by this part;
- (5) "Department" means the department of planning and economic development.
- (6) "Development" means the development as defined in part II of this chapter.
- (7) "Land" means the earth, water, and air above, below, or on the surface;
- (8) "Lead agency" means the department of planning and economic development;
- (9) "Person" means an individual, corporation, or partnership, and an organization or association, whether or not incorporated.
- (10) "Shoreline" means the shoreline as defined in part II of this chapter.

Sec. 205A-2 Coastal Zone Management Program; Objectives and policies. (a) The objectives and policies in this section shall apply to both parts I and II of this chapter.

- (b) Objectives.
- (1) Recreational resources;

(A) Provide coastal recreational opportunities accessible to the public.(2) Historic resources;

- (A) Protect, preserve, and, where desirable, restore those natural and man-made historic and pre-historic resources in the coastal zone management area that are significant in Hawaiian and American history and culture.
- (3) Scenic and open space resources;
 - (A) Protect, preserve, and, where desirable, restore or improve the quality of coastal scenic and open space resources.
- (4) Coastal ecosystems;
 - (A) Protect valuable coastal ecosystems from disruption and minimize adverse impacts on all coastal ecosystems.
- (5) Economic uses;
 - (A) Provide public or private facilities and improvements important to the State's economy in suitable locations.
- (6) Coastal hazards;
 - (A) Reduce hazard to life and property from tsunami, storm waves, stream flooding, erosion, and subsidence.
- (7) Managing development;
 - (A) Improve the development review process, communication, and public participation in the management of coastal resources and hazards.
- (c) Policies.
- (1) Recreational resources;

- (A) Improve coordination and funding of coastal recreation planning and management; and
- (B) Provide adequate, accessible, and diverse recreational opportunities in the coastal zone management area by:
 - (i) Protecting coastal resources uniquely suited for recreational activities that cannot be provided in other areas;
 - (ii) Requiring replacement of coastal resources having significant recreational value, including but not limited to surfing sites and sandy beaches, when such resources will be unavoidably damaged by development; or requiring reasonable monetary compensation to the State for recreation when replacement is not feasible or desirable;
 - Providing and managing adequate public access, consistent with conservation of natural resources, to and along shorelines with recreational value;
 - (iv) Providing an adequate supply of shoreline parks and other recreational facilities suitable for public recreation;
 - Encouraging expanded public recreational use of county, State, and federally owned or controlled shoreline lands and waters having recreational value;
 - (vi) Adopting water quality standards and regulating point and non-point sources of pollution to protect and where feasible, restore the recreational value of coastal waters;
 - (vii) Developing new shoreline recreational opportunities, where appropriate, such as artificial lagoons, artificial beaches, artificial reefs for surfing and fishing; and
 - (viii) Encouraging reasonable dedication of shoreline areas with recreational value for public use as part of discretionary approvals or permits by the land use commission, board of land and natural resources, county planning commissions; and crediting such dedication against the requirements of section 46-6.
- (2) Historic resources;
 - (A) Identify and analyze significant archaeological resources;
 - (B) Maximize information retention through preservation of remains and artifacts or salvage operations; and
 - (C) Support State goals for protection, restoration, interpretation, and display of historic resources.
- (3) Scenic and open space resources;
 - (A) Identify valued scenic resources in the coastal zone mangement area;
 - (B) Insure that new developments are compatible with their visual environment by designing and locating such developments to minimize the alteration of natural landforms and existing public views to and along the shoreline;
 - (C) Preserve, maintain, and, where desirable, improve and restore shoreline open space and scenic resources; and

- (D) Encourage those developments which are not coastal dependent to locate in inland areas.
- (4) Coastal Ecosystems;
 - (A) Improve the technical basis for natural resource management;
 - (B) Preserve valuable coastal ecosystems of significant biological or economic importance;
 - (C) Minimize disruption or degradation of coastal water ecosystems by effective regulation of stream diversions, channelization, and similar land and water uses, recognizing competing water needs; and
 - (D) Promote water quantity and quality planning and management practices which reflect the tolerance of fresh water and marine ecosystems and prohibit land and water uses which violate State water quality standards.
- (5) Economic uses;
 - (A) Concentrate in appropriate areas the location of coastal dependent development necessary to the State's economy;
 - (B) Insure that coastal dependent development such as harbors and ports, visitor industry facilities, and energy generating facilities are located, designed, and constructed to minimize adverse social, visual, and environmental impacts in the coastal zone management area; and
 - (C) Direct the location and expansion of coastal dependent developments to areas presently designated and used for such developments and permit reasonable long-term growth at such areas, and permit coastal dependent development outside of presently designated areas when:
 - (i) Utilization of presently designated locations is not feasible;
 - (ii) Adverse environmental effects are minimized; and
 - (iii) Important to the State's economy.
- (6) Coastal hazards;
 - (A) Develop and communicate adequate information on storm wave, tsunami, flood, erosion, and subsidence hazard;
 - (B) Control development in areas subject to storm wave, tsunami, flood, erosion, and subsidence hazard;
 - (C) Ensure that developments comply with requirements of the Federal Flood Insurance Program; and
 - (D) Prevent coastal flooding from inland projects.
- (7) Managing development;
 - (A) Effectively utilize and implement existing law to the maximum extent possible in managing present and future coastal zone development;
 - (B) Facilitate timely processing of application for development permits and resolve overlapping or conflicting permit requirements; and
 - (C) Communicate the potential short and long-term impacts of proposed significant coastal developments early in their life-cycle

and in terms understandable to the general public to facilitate public participation in the planning and review process.

Sec. 205A-3 Lead Agency. The lead agency shall:

- (1) Receive, disburse, use, expend, and account for all funds that are made available by the United States and the State for the coastal zone management program;
- (2) Provide support and assistance in the administration of the state coastal zone management program;
- (3) Review federal programs, permits, licenses and development proposals for consistency with the coastal zone management program;
- (4) In consultation with the counties and the general public prepare guidelines in furtherance of the objectives and policies of the Act to be submitted 20 days prior to the convening of the 1978 Regular Session of the Legislature for review, modification and enactment by the Legislature.
- (5) Conduct a continuing review of the administration of the coastal zone management program and of the compliance of State and county agencies;
- (6) Facilitate public participation in the coastal zone management program;
- (7) Review State programs within the coastal zone management area from the shoreline to the seaward limit of the State's jurisdiction for consistency with the coastal zone management program; and
- (8) Prepare an annual report to the governor and the legislature which shall include recommendations for enactment of any legislation necessary to require any agency to comply with the objectives and policies of this chapter and the guidelines enacted by the legislature.

Sec. 205A-4 Implementation of objectives, policies, and guidelines. (a) In implementing the objectives of the coastal zone management program full consideration shall be given to ecological, cultural, historic, and esthetic values as well as to needs for economic development.

(b) The objectives and policies of this chapter and the guidelines enacted by the legislature shall be binding upon actions within the coastal zone management area by all agencies.

Sec. 205A-5 Compliance. Within two years of the effective date of this chapter, all agencies shall amend their regulations, as may be necessary, to comply with the objectives, and policies of this chapter and the guidelines enacted by the Legislature.

Sec. 205A-6 Cause of action. (a) Subject to chapters 661 and 662, Hawaii Revised Statutes, any person or agency may commence a civil action alleging that any agency:

- (1) Is not in compliance with one or more of the objectives, policies, and guidelines provided or authorized by this Act; or
- (2) Has failed to perform any act or duty required to be performed under this Act; or

(3) In exercising any duty required to be performed under this Act, has not complied with the provisions of this Act.

(b) In any action brought under this section, the department, if not a party, shall intervene as a matter of right.

(c) A court, in any action brought under this section, shall have jurisdiction to provide any relief as may be appropriate, including a temporary restraining order or preliminary injunction.

(d) Any action brought under this section shall be commenced within sixty days of the act which is the basis of the action.

(e) Nothing in this section shall restrict any right that any person may have to assert any other claim or bring any other action."

SECTION 4. Section 5, Act 176, Session Laws of Hawaii 1975, is amended to read as follows:

"SECTION 5. This part shall take effect upon its approval."

SECTION 5. Section 205A-21, Hawaii Revised Statutes, is amended to read as follows:

"Sec. 205A-21 Findings and Purposes. The legislature finds that, special controls on developments within an area along the shoreline are necessary to avoid permanent losses of valuable resources and the foreclosure of management options, and to ensure that adequate access, by dedication or other means, to public owned or used beaches, recreation areas, and natural reserves is provided. The legislature finds and declares that it is the State policy to preserve, protect, and where possible, to restore the natural resources of the coastal zone of Hawaii."

SECTION 6. Section 205A-22, Hawaii Revised Statutes, is amended by amending one definition and adding three new definitions to be appropriately designated and to read:

"(1) "Authority" means the authority administering chapter 205A, Hawaii Revised Statutes, at the time of the effective date of this Act.

(7) "Lead agency" means the department of planning and economic development.

(8) "Coastal zone management area" means the special management area after compliance pursuant to section 205A-23 of this part.

(9) "Coastal zone management program" means the coastal zone management program as provided in this chapter."

SECTION 7. Section 205A-23, Hawaii Revised Statutes, is amended to read as follows:

"Sec. 205A-23 County Area Boundaries. (a) Each county shall, after holding public hearings, provide for the delineation of the boundary of the special management area of the county on maps of appropriate scale. Copies of such maps shall be filed with the authority prior to December 1, 1975. The special management area in each county shall be as shown on such maps filed with the authority as of the effective date of this Act.

(b) Within two years of the effective date of this Act, the authority shall review and amend as necessary its special management area boundaries, subject to lead agency review as to compliance with the objectives and policies of this

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chapter and the guidelines enacted by the legislature. Copies of the amended maps shall be filed with the authority and the lead agency.

(c) After determination by the lead agency that there is compliance pursuant to section 205A-5, the special management areas shall be the coastal zone management areas."

SECTION 8. Section 205A-24, Hawaii Revised Statutes, is repealed.

SECTION 9. Section 205A-25, Hawaii Revised Statutes, is repealed.

SECTION 10. Section 205A-26, Hawaii Revised Statutes, is amended to read as follows:

"Sec. 205A-26 Guidelines. (a) In implementing this part, the authority shall adopt the following guidelines for the review of developments proposed in the special management area:

- (1) All development in the special management area shall be subject to reasonable terms and conditions set by the authority in order to ensure:
 - (A) Adequate access, by dedication or other means, to publicly owned or used beaches, recreation areas, and natural reserves is provided to the extent consistent with sound conservation principles.
 - (B) Adequate and properly located public recreation areas and wildlife preserves are reserved.
 - (C) Provisions are made for solid and liquid waste treatment, disposition, and management which will minimize adverse effects upon special management area resources.
 - (D) Alterations to existing land forms and vegetation, except crops, and construction of structures shall cause minimum adverse effect to water resources and scenic and recreational amenities and minimum danger of floods, landslides, erosion, siltation, or failure in the event of earthquake.
- (2) No development shall be approved unless the authority has first found:
 - (A) That the development will not have any substantial adverse environmental or ecological effect, except as such adverse effect is clearly outweighed by public health and safety. Such adverse effects shall include, but not be limited to, the potential cumulative impact of individual developments, each one of which taken in itself might not have a substantial adverse effect and the elimination of planning options; and
 - (B) That the development is consistent with the findings and policies set forth in this part.
- (3) The authority shall seek to minimize, where reasonable:
 - (A) Dredging, filling or otherwise altering any bay, estuary, salt marsh, river mouth, slough, or lagoon.
 - (B) Any development which would reduce the size of any beach or other area usable for public recreation.
 - (C) Any development which would reduce or impose restrictions upon public access to tidal and submerged lands, beaches, portions of rivers and streams within the special mangement areas and the mean high tide line where there is no beach.
 - (D) Any development which would substantially interfere with or

detract from the line of sight toward the sea from the state highway nearest the coast.

(E) Any development which would adversely affect water quality, existing areas of open water free of visible structures, existing and potential fisheries and fishing grounds, wildlife habitats, or potential or existing agricultural uses of land.

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(b) Guidelines adopted by the authority shall be consistent with the coastal zone management program objectives, and policies of this chapter and the guidelines enacted by the Legislature."

SECTION 11. Section 205A-29, Hawaii Revised Statutes, is amended by amending subsection (a) to read:

"(a) The authority in each county shall adopt, prior to December 1, 1975 and may amend pursuant to chapter 91, the rules, regulations and procedures necessary for application of permits and hearings. The authority may require a reasonable filing fee. The fee collected shall be used for the purposes set forth herein."

SECTION 12. Statutory material to be repealed is bracketed. New material is underscored. In printing this Act, the revisor of statutes need not include the brackets, the bracketed material, or the underscoring.*

SECTION 13. This Act shall take effect upon its approval.

(Approved June 8, 1977.)

^{*}Edited accordingly.

IN THE CIRCUIT COURT OF THE FIRST CIRCUIT

STATE OF HAWAI'I

STATE OF HAWAI'I,

Plaintiff,

vs.

VS.

JAMES O'SHEA AND DENISE O'SHEA as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually and DENISE O'SHEA, individually, JOHN AND JANE DOES 1 – 10, CIVIL NO. 17-1-1543-09 JPC (Other Civil Action, Injunctive Relief) (Environmental Court)

CERTIFICATE OF SERVICE

Defendants.

JAMES O'SHEA AND DENISE O'SHEA as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually and DENISE O'SHEA, individually,

Third-Party Plaintiffs,

RUPERT T. OBERLOHR individually; RUPERT T. OBERLOHR as Trustee of the Rupert Oberlohr Trust; Doe Defendants 1-100,

Third-Party Defendant.

No Trial Date Set.

CERTIFICATE OF SERVICE

The undersigned hereby certifies that the foregoing document was duly

served upon the following parties through the court's e-filing system, JEFS, electronic mail,

and/or U.S. Mail, postage prepaid:

WILLIAM J. WYNHOFF, ESQ. LAUREN K. CHUN, ESQ. Department of the Attorney General, State of Hawai'i Room 300, Kekuanao'a Building 465 South King Street Honolulu, Hawai'i 96813 Attorneys for Plaintiff/ Counter-Defendant STATE OF HAWAI'I

PATRICIA KEHAU WALL, ESQ. Tom Petrus & Miller LLLC Finance Factors Center, Suite 650 1164 Bishop Street Honolulu, HI 96813 Attorney for Third-Party Defendants RUPERT T. OBERLOHR, individually; RUPERT T. OBERLOHR as Trustee of the Rupert Oberlohr Trust

RUPERT T. OBERLOHR 2645 Davos Trail Vail, CO 81654-4235 oberlohr@msn.com

DATED: Honolulu, Hawaii, May 21, 2021.

DAMON KEY LEONG KUPCHAK HASTERT

<u>/s/ Gregory W. Kugle</u> GREGORY W. KUGLE LOREN A. SEEHASE VERONICA A. NORDYKE

Attorneys for Defendants/Third-Party Plaintiffs JAMES O'SHEA AND DENISE O'SHEA as Trustees of the James and Denise O'Shea Trust, JAMES O'SHEA, individually and DENISE O'SHEA, individually