REPORT OF THE COMMITTEE ON HOUSING AND THE ECONOMY

Voting Members Esther Kiaʻāina, Chair; Calvin Say, Vice-Chair; Radiant Cordero, Augie Tulba, Andria Tupola

> Committee Meeting Held May 24, 2022

Honorable Tommy Waters Chair, City Council City and County of Honolulu

Mr. Chair:

Your Committee on Housing and the Economy, which considered Bill 27 (2022) entitled:

"A BILL FOR AN ORDINANCE RELATING TO PUBLIC PLACES,"

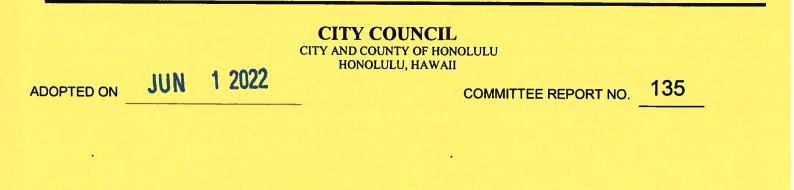
introduced on April 14, 2022, and which passed First Reading at the Council meeting on May 4, 2022, reports as follows:

The purpose of the Bill is to authorize outdoor dining services on certain public places.

Your Committee Chair has prepared a CD1 version of the Bill that makes the following amendments:

- A. In SECTION 2 of the bill, revises proposed new ROH Section 29-20.A as follows:
 - (1) Revises the title to read: "Outdoor dining services program";
 - (2) In subsection (a), deletes the authorization of the pilot program by City Council resolution or by a Mayoral emergency order, and replaces the subsection with a new subsection (a) that sets forth the following definitions:

"Department" means the city department or agency designated by the mayor.



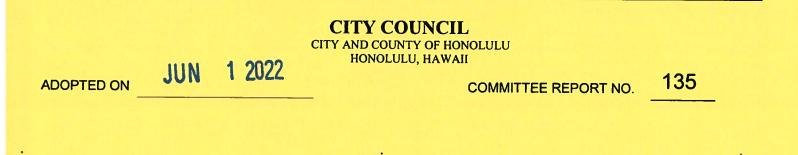
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"Program" or "pilot program" means the outdoor dining services pilot program established under this section;

- (3) In subsection (b), deletes the authority of the City Council to make the pilot program permanent by ordinance and replaces it with language authorizing the Department to establish a pilot program for outdoor dining services on specified City properties;
- (4) In new subsection (c), authorizes the Department to implement the program for two years, commencing six months following the effective date of the ordinance;
- (5) Adds a new subsection (d) authorizing the Department to issue permits under the program and establishing certain requirements therefor. Redesignates subsequent subsections accordingly;
- (6) In redesignated subsection (e) (formerly (c)):
 - (a) In subdivision (8), refers to requirements "imposed by law or emergency order";
 - (b) In subdivision (15), replaces the requirement to cease operations with a requirement for the restaurant to return the city property to its prior state upon expiration of the permit or the pilot program; and
 - (c) In subdivision (16), provides that violations of the requirements will result in termination of the permit.



REPORT OF THE COMMITTEE ON HOUSING AND THE ECONOMY

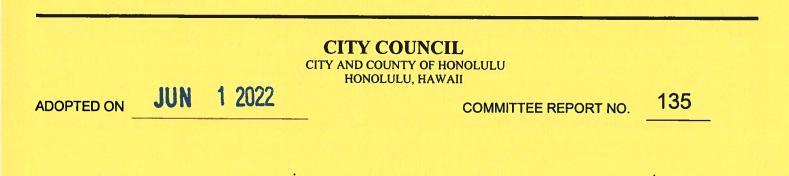
Voting Members Esther Kia'āina, Chair; Calvin Say, Vice-Chair; Radiant Cordero, Augie Tulba, Andria Tupola

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- (7) Adds a new subsection (f) requiring the Department to submit a report and recommendations to the Council not later than 27 months following the commencement of the pilot program; and
- (8) In new subsection (g), authorizes the Department to adopt rules to implement this section;
- B. Adds a new bill SECTION 3, amending ROH Chapter 28, Article 3 ("Exceptions to Bidding Requirement"), to provide an exception to bidding requirements for permits issued for outdoor dining services. Renumbers subsequent bill SECTIONS accordingly;
- C. In renumbered SECTION 6, adds a repeal date of 36 months following the effective date; and
- D. Makes various technical and nonsubstantive amendments.

At your Committee's meeting on May 24, 2022, the Deputy Managing Director testified in support of the proposed CD1 version of the Bill, and the Lanikai Brewing Company, LLC testified in support of the Bill.

Your Committee also received written testimony in support of the Bill from Hawaii Restaurant Association; Hawaii Food Industry Association; and Lanikai Brewing Company, LLC.



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Your Committee on Housing and the Economy is in accord with the intent and purpose of Bill 27 (2022), as amended herein, and recommends it pass Second Reading, be scheduled for a public hearing, and thereafter be referred back to Committee in the form attached hereto as Bill 27 (2022), CD1. (Ayes: Cordero, Kia'āina, Tulba, Tupola, Say – 5; Noes: None.)

Respectfully submitted,

Vragene

Committee Chair

CITY COUNCIL CITY AND COUNTY OF HONOLULU HONOLULU, HAWAII



COMMITTEE REPORT NO.

135

ORDINANCE _



CITY COUNCIL

HONOLULU, HAWAI'I

A BILL FOR AN ORDINANCE

RELATING TO PUBLIC PLACES.

BE IT ORDAINED by the People of the City and County of Honolulu:

SECTION 1. Purpose. The purpose of this ordinance is to authorize outdoor dining services on certain public places.

SECTION 2. Chapter 29, Article 20, Revised Ordinances of Honolulu 1990 ("Creating, Causing, or Maintaining Obstructions on Public Sidewalks Prohibited"), is amended by adding a new section to be appropriately designated by the Revisor of Ordinances and to read as follows:

"Sec. 29-20.A Outdoor dining services program.

(a) For purposes of this section:

"Department" means the city department or agency designated by the mayor.

"Program" or "pilot program" means the outdoor dining services pilot program established under this section.

- (b) The department may establish a pilot program for outdoor dining services that allows restaurants to use certain city properties for dining and take-out operations. These city properties are limited to sidewalks, parklets, pedestrian malls, parks, and playgrounds.
- (c) The department is authorized to implement the pilot program consistent with this section, commencing six months following the effective date of this ordinance and terminating 24 months thereafter.
- (d) The department may issue permits to applicants to provide outdoor dining services pursuant to this section upon acceptance of an application, application fee, a completed liability form, and proof of insurance; provided that such permits are revocable on notice of 30 days or less and must not be valid for more than a one-year period. A permit application review fee of \$ shall accompany a permit application. The department may establish a charge for the use of the property.

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CITY COUNCIL

CITY AND COUNTY OF HONOLULU HONOLULU, HAWAI'I

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- (e) The pilot program must incorporate terms and conditions to ensure public health and safety, including but not limited to consideration of the following as applicable:
 - (1) The restaurant must be on the ground floor and abut paved city property.
 - (2) Upon 24 hours' notice, the restaurant must vacate city property for regular maintenance by the city, including, for example, steam cleaning.
 - (3) The restaurant is responsible for its own equipment, furniture, and supplies, which must be stored elsewhere than on city property during hours when the restaurant is closed.
 - (4) The utilized city property may only be used by the restaurant during its normal business hours, but must not be used between the hours of 11:00 p.m. and 7:00 a.m.
 - (5) The restaurant is responsible for compliance with any additional requirements relating to its Hawai'i department of health food establishment permit.
 - (6) Liquor sales, if any, on the utilized city property must be authorized under the restaurant's liquor license and allowed under applicable law.
 - (7) No additional signage is permitted within the utilized city property.
 - (8) Dining services must be consistent with any requirements imposed by law or emergency order, including social distancing requirements and the physical spacing of tables, seats, and customers.
 - (9) <u>Furniture must be located at least six feet from any vehicular ramp,</u> <u>driveway, or street intersection.</u>
 - (10) No live or amplified music is allowed on the utilized city property.
 - (11) Furniture must not be placed over planter strips and tree wells.
 - (12) <u>Furniture must be outside an eight-foot radius around bus stops and a</u> <u>five-foot radius around fire hydrants.</u>
 - (13) All fire lanes must be open and accessible at all times.

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- (14) The restaurant is responsible for rubbish collection.
- (15) Upon expiration of its permit or the pilot program, the restaurant shall return the city property to the state it was in prior to the commencement of the restaurant's use.
- (16) Violations of these requirements may result in revocation of the permit by the department; provided that the department shall notify the restaurant of the violation and provide an opportunity for the restaurant to respond before revocation.
- (17) Outdoor dining under this section may include parklets, subject to pedestrian clearance, traffic, and safety issues as determined by the city through the departments having authority over these issues.
- (18) Where sidewalks are present on all or part of the utilized city property, the restaurant must ensure a clear right-of-way of at least 36 inches at all times.
- (19) For restaurants abutting pedestrian "malls," as more specifically defined in Section 29-1.1, the following additional requirements apply:
 - (A) <u>A clear 20-foot wide right-of-way to accommodate delivery and</u> emergency vehicles must be maintained at all times;
 - (B) Business hours for outdoor dining operations cannot exceed mall hours;
 - (C) No liquor service is allowed on the mall property;
 - (D) All rubbish must be removed nightly; and
 - (E) If the ground of the city property utilized consists of pavers, the restaurant must take actions to prevent and address food, liquid, and grease spills.
- (20) For restaurants abutting a city park or playground, use of the city property is limited to a maximum of seven feet from the property line, and to no more than one row of tables.



CITY COUNCIL CITY AND COUNTY OF HONOLULU

HONOLULU, HAWAI'I

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- (f) Not later 27 months following the commencement of the pilot program, the department shall submit to the Council a report that includes, at a minimum:
 - (1) An assessment of the success of the outdoor dining services program, including identification of the criteria used to measure success and the impact of the program on the local economy;
 - (2) An analysis of the method of implementation of the outdoor dining services program, the cost of the program, and the number of permits issued; and
 - (3) <u>Recommendations for retention, termination, or modification of the</u> program.
- (g) <u>The department may adopt rules in accordance with HRS Chapter 91 to</u> <u>implement this section.</u>"

SECTION 3. Chapter 28, Article 3, Revised Ordinances of Honolulu 1990 ("Exceptions to Bidding Requirement"), is amended by adding a new section to be appropriately designated by the Revisor of Ordinances and to read as follows:

"Sec. 28-3. Bidding not required—Outdoor dining services.

The city department or agency designated by the mayor under Section 29-20.A may issue permits for outdoor dining services pursuant to that section without calling for public bids."

SECTION 4. Chapter 29, Article 20, Revised Ordinances of Honolulu 1990 ("Creating, Causing, or Maintaining Obstructions on Public Sidewalks Prohibited"), is amended by adding a new section to be appropriately designated by the Revisor of Ordinances and to read as follows:

"Sec. 29-20.B Article additional to Article 18 with respect to use of sidewalk, and to Articles 6A, 8, and 10 with respect to use of mall.

The use of a sidewalk as authorized by this article is additional to the use of a sidewalk authorized under Article 18; the use of a mall or sidewalk as authorized by this article is additional to the use of a mall or sidewalk authorized under Articles 6A, 8, and 10; and the use of a park or playground as authorized by this article is additional to the use of a park or playground as authorized by this article 1."

ORDINANCE _____



CITY COUNCIL CITY AND COUNTY OF HONOLULU

HONOLULU, HAWAI'I

BILL 27 (2022), CD1

A BILL FOR AN ORDINANCE

SECTION 5. New material is underscored. When revising, compiling, or printing this ordinance for inclusion in the Revised Ordinances of Honolulu, the Revisor of Ordinances need not include the underscoring. The Revisor shall replace the A and B designations for the Sections enacted by SECTIONS 2 and 4 of this ordinance with numbers, and shall include the number assigned to the letter "A" in the new Section 28-3.__ enacted in SECTION 3 of this ordinance.

SECTION 6. This ordinance takes effect upon its approval and is repealed 36 months following that date.

INTRODUCED BY:

Tommy Waters

DATE OF INTRODUCTION:

<u>April 14, 2022</u> Honolulu, Hawaiʻi

Councilmembers

APPROVED AS TO FORM AND LEGALITY:

Deputy Corporation Counsel

APPROVED this _____day of _____, 20 ____.

RICK BLANGIARDI, Mayor City and County of Honolulu

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