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HOUSE CONCURRENT RESOLUTION

REQUESTING THE AUDITOR TO CONDUCT A COMPREHENSIVE MANAGEMENT AUDIT OF THE DIVISION OF BOATING AND OCEAN RECREATION OF THE DEPARTMENT OF LAND AND NATURAL RESOURCES.

1 2 3 4 5 6 7 8	WHEREAS, the mission of the Division of Boating and Ocean Recreation is to enrich the lives of people of all ages, both residents and visitors alike, by providing ocean-based opportunities, facilities, activities, skill development, and area management, including boating of all types, saltwater fishing, surfing, sailboarding, diving, ocean swimming, and other ocean activities; and
9	WHEREAS, the Division of Boating and Ocean Recreation
10	manages the small boat harbors and boating facilities in the
11	State, which are part of the State's ocean recreation and
12	coastal areas programs under chapter 200, Hawaii Revised
13	Statutes; and
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15	WHEREAS, the proper maintenance and operation of the
16	State's small boat harbors and boating facilities allow people
17 18	to benefit from the State's natural resources through recreational boating, commercial and personal fishing, and other
10 19	maritime-related operations; however, the management of small
20	boat harbors and boating facilities has been a recurring problem
21	for the State; and
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23	WHEREAS, in the last management audit of the Division of
24	Boating and Ocean Recreation, conducted in 2001, the Auditor
25	found that the boating program's mismanagement and neglect have
26	allowed facilities to deteriorate to the point where the
27	continued use of the facilities threatens public safety, as many
28	facilities need major repairs and face permanent closure if the
29	problems are not addressed; and
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1 WHEREAS, the Auditor also found that many of the problems 2 facing the Division of Boating and Ocean Recreation stemmed from 3 poor planning, an insufficient fee structure, paying a disproportionate share of the Department's enforcement expenses, 4 and funding programs with special fund monies that should be 5 supported by general funds and that little had changed since 6 these deficiencies had been reported in prior audits in 1993 and 7 8 1998; and 9 10 WHEREAS, the Auditor further found that the Division of Boating and Ocean Recreation lacked adequate controls to ensure 11 12 the accuracy and integrity of its financial affairs; and 13 14 WHEREAS, the Auditor recommended the creation of a strategic plan to address the short- and long-term issues facing 15 the Division of Boating and Ocean Recreation, such as ensuring 16 17 proper funding to address repair and maintenance issues; 18 ensuring the Division receives the Division's fair share of enforcement services; stepping up requirements for boating and 19 20 mooring permits, certifications, and registrations; and 21 establishing better controls over the Division's financial 22 activities; and 23 24 WHEREAS, in 2019, the Division of Boating and Ocean 25 Recreation published its first strategic plan, Modernizing Ocean Recreation Management in Hawaii: Strategic Action Plan - 2019, 26 which identified three goals; and 27 28 29 WHEREAS, the first identified goal is to expand ocean 30 recreation management to meet the Division of Boating and Ocean 31 Recreation's statutory mandate, as the Division uses much of its 32 resources on boating harbors and facilities management in contrast to resources used on ocean recreation management; and 33 34 35 WHEREAS, the second identified goal is to provide world-36 class boating facilities and services to meet the needs of ocean 37 recreation enthusiasts and the residents and visitors who 38 participate in ocean-based activities; and 39 WHEREAS, the third identified goal is to effectively manage 40 the Division of Boating and Ocean Recreation's real property, 41 such as the utilization of state-owned fast lands, which have 42

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1 immense commercial development potential to attract greater 2 traffic in harbor areas and yield higher revenues; and 3 4 WHEREAS, despite the Strategic Action Plan - 2019, further improvements to the conditions of the small boat harbors and 5 boating facilities are needed for the protection of public 6 7 safety; and 8 9 WHEREAS, the newly constructed ferry pier at the Lahaina 10 Harbor creates a rip current that sucks water under the pier, 11 which endangers the safety of swimmers and surfers in the area 12 and has required the rescue of multiple youth surfers; and 13 14 WHEREAS, the Mala Boat Ramp remains largely unusable during low tide due to the accumulation of sand resulting from large 15 16 south swells; and 17 18 WHEREAS, several boating harbors and facilities continue to 19 exist in a dilapidated condition necessitating the need for 20 further evaluation into the management of the State's small boat harbors and boating facilities; now, therefore, 21 22 23 BE IT RESOLVED by the House of Representatives of the 24 Thirty-second Legislature of the State of Hawaii, Regular Session of 2023, the Senate concurring, that the Auditor is 25 26 requested to conduct a comprehensive management audit of the 27 Division of Boating and Ocean Recreation of the Department of 28 Land and Natural Resources; and 29 30 BE IT FURTHER RESOLVED that the comprehensive management 31 audit is requested to: 32 33 (1) Assess the Division of Boating and Ocean Recreation's 34 management of state-run boating facilities and the 35 Division's ability to maintain and operate these 36 facilities; 37 38 (2) Assess whether the Division's activities are achieving 39 their goals and, if not, how much improvement toward meeting those goals has been made since the management 40 audit conducted in 2001; 41 42

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1 (3) Assess whether the Division is appropriately using 2 taxes and fees collected within small boat harbors 3 solely for the operation, maintenance, and improvement of those small boat harbors; and 4 5 6 (4) Make recommendations as appropriate; and 7 8 BE IT FURTHER RESOLVED that the Auditor is requested to 9 submit a report of its findings and recommendations, including any proposed legislation, to the Legislature no later than 10 twenty days prior to the convening of the Regular Session of 11 12 2024; and 13 14 BE IT FURTHER RESOLVED that certified copies of this 15 Concurrent Resolution be transmitted to the Chairperson of the Board of Land and Natural Resources and Auditor. 16 17 Elle lochran 18 19 OFFERED BY:

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