THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

S.B. NO. 636

JAN 202023

#### A BILL FOR AN ACT

RELATING TO THE ENVIRONMENT.

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

1 SECTION 1. The legislature finds that Hawaii's natural 2 resources, including reefs, beaches, oceans, forests, streams, 3 estuaries, and shorelines, provide irreplaceable and invaluable 4 benefits to residents and visitors. These natural resources are 5 critical to generating billions of dollars for Hawaii's economy 6 and the local community and supporting thousands of jobs for 7 residents. Hawaii's natural resources are inseparable from the 8 State's culture and directly support the visitor industry and 9 the livelihoods that depend on the visitor industry.

10 The legislature further finds that despite the incredible 11 value of Hawaii's natural resources, the State currently invests 12 less than one per cent of its budget to protect, restore, and 13 manage these assets. To leave a healthy natural resources 14 legacy for future generations of Hawaii residents and visitors, 15 the State must urgently address the estimated \$360,000,000 16 annual conservation funding gap, and provide sustained,



increased funding for Hawaii's natural resources and
 environment.

The legislature also finds that Hawaii's natural 3 4 environment faces significant environmental pressures from heavy use by persons traveling from throughout the world to enjoy the 5 State's natural beauty and resources. Hawaii's natural 6 7 environment also faces increasing challenges as a result of 8 climate change. Continuing to underinvest in the protection and 9 care of Hawaii's natural resources poses a significant liability 10 to the State's visitor industry, the stability of the natural 11 systems, including water quality, and economic resilience. 12 Hawaii residents already contribute significantly to the 13 protection and management of the State's natural resources 14 through taxes. With escalating visitor impacts, there is an 15 immediate need for additional resources to protect, restore, and 16 manage Hawaii's natural resources.

17 The legislature believes that it is reasonable and timely 18 to ask visitors to Hawaii who enjoy local natural resources to 19 further contribute to the protection, restoration, and care of 20 these resources. Visitor green fees have been successfully 21 implemented in other visitor destinations around the world,



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1 including the Galapagos Islands, New Zealand, and Palau. Α 2 visitor green fee program will provide additional resources to 3 protect Hawaii's natural resources for the enjoyment of future 4 generations while supporting the creation of thousands of jobs for Hawaii residents. A \$50 fee paid by visitors who enjoy 5 6 Hawaii's public parks, beaches, and trails could generate up to 7 \$400,000,000 each year to enable the State to leave future generations with a healthy and safe environment. 8

9 The legislature additionally finds that a visitor green fee 10 program can support economic diversification and create 11 thousands of public and private jobs in Hawaii's economy. A 12 visitor green fee program can also help finance the achievement 13 of the 2030 Aloha+ challenge natural resource management target, 14 adopted by the State in July 2014, and supported by the 15 legislature, governor, four county mayors, office of Hawaiian 16 affairs, and partners across the State. The legislature now 17 believes it is imperative to raise additional revenues to leave 18 a positive environmental legacy for Hawaii's future generations and that a visitor green fee will provide a reasonable and 19 20 appropriate way to generate these needed revenues.

21 Accordingly, the purpose of this Act is to:



1	(1)	Require the department of land and natural resources
2		to establish a visitor green fee program to collect
3		fees from visitors to the State for the provision of
4		sustained and increased funding for the protection,
5		restoration, and care of Hawaii's natural, cultural,
6		and outdoor recreational resources and build the
7		resilience of these resources to the impacts of
8		climate change and local threats;
9	(2)	Establish the Hawaii environmental legacy commission
10		to guide the disbursement of funds collected from the
11		visitor green fee program; and
12	(3)	Establish the Hawaii environmental legacy special
13		fund.
14	SECT	ION 2. Chapter 171, Hawaii Revised Statutes, is
15	amended b	y adding a new part to be appropriately designated and
16	to read a	s follows:
17		"PART . VISITOR GREEN FEE PROGRAM
18	§171	-A Definitions. As used in this part:
19	"Com	mission" means the Hawaii environmental legacy
20	commissio	n.



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"License" means the license issued by the department that 1 allows visitors to use state natural resources, including 2 beaches, parks, trails, coastlines, and the environment. 3 "Nonprofit organization" means a private, nonprofit 4 5 organization with nonprofit status acknowledged by the United States Internal Revenue Service that qualifies under section 6 7 501(c)(3) of the Internal Revenue Code, as amended, and has among its charitable purposes the preservation, restoration, 8 9 management, or interpretation of natural or cultural resources for scientific, historic, educational, recreational, scenic, 10 wildlife, or open-space purposes, the protection of the natural 11 12 environment or biological resources, the preservation or enhancement of wildlife, or the protection or interpretation of 13 native Hawaiian cultural resources. 14 "Nonresident" means an individual who is not a resident. 15 16 "Resident" means an individual who has: 17 Filed or paid state income taxes for the immediately (1) 18 previous tax period; or

19 (2) Established domicile in the State, as evidenced by
20 documentation showing the individual's address,

21 including any of the following:



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1	(A)	A valid state driver's license;
2	(B)	A valid state civil identification card;
3	(C)	A valid school identification card; or
4	(D)	Any other official document issued to the
5		individual by a government agency, financial
6		institution, insurance company, or utility
7		company in the State.
8	"Special	fund" means the Hawaii environmental legacy

9 special fund.

10 **§171-B** Visitor green fee program. (a) There is established a visitor green fee program to advance the 2030 11 12 Aloha+ challenge natural resource management targets. Under the 13 program, to be administered by the department, nonresidents 14 shall pay the visitor green fee in order to obtain a license to 15 use Hawaii's public beaches, parks, trails, coastlines, and 16 environment. Visitor green fees collected shall be deposited into the Hawaii environmental legacy special fund established 17 18 pursuant to section 171-D.

19 (b) Beginning July 1, 2024, it shall be unlawful for any
20 nonresident of the State who has attained the age of fifteen,
21 except for members of the armed forces of the United States of



America on active duty, to visit a state park, beach, state owned forest, or other state-owned natural area or hike on a
 trail on state-owned land without first obtaining a license
 pursuant to this part.

5 (c) The department shall establish convenient 6 opportunities for nonresidents to purchase a license, including 7 through a mobile application and an internet website. The 8 department may also establish a separate retail license program 9 to enable retail establishments and nonprofit organizations to 10 sell licenses.

(d) The initial visitor green fee shall be \$50 per person.
(e) The chairperson may adjust the visitor green fee by
rule not more than once every five years, at the rate of the
consumer price index change from July 1, 2024, compounded
annually, and rounded to the nearest dollar.

16 (f) A license shall be in effect for a three hundred17 sixty-five day period, including the day of issuance.

18 (g) The department may adopt rules pursuant to chapter 9119 as necessary to effectuate the purposes of this section.

20 §171-C Hawaii environmental legacy commission. (a) There
21 is established within the department the Hawaii environmental



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legacy commission to guide the department's disbursement of the
 visitor green fee funds to achieve the 2030 Aloha+ challenge
 natural resource management targets, support conservation
 workforce development and economic diversification, and ensure
 stakeholder engagement, transparency, and effectiveness of the
 program.

7 (b) The commission shall be composed of the following
8 voting members, to be appointed without need for confirmation by
9 the senate:

10 (1) One representative of a nonprofit environmental 11 organization with expertise in the protection, 12 restoration, and care of terrestrial natural 13 resources, to be appointed by the chairperson; One representative of a nonprofit environmental 14 (2) 15 organization with expertise in the protection, restoration, and care of marine and coastal natural 16 17 resources, to be appointed by the chairperson; One representative of a nonprofit environmental 18 (3) 19 organization with expertise in climate change 20 mitigation and resiliency, to be appointed by the 21 chairperson;



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1	(4)	Not more than two members who are staff of the
2		department or its attached agencies, to be appointed
3		by the chairperson;
4	(5)	The director of the office of planning and sustainable
5		development, or the director's designee;
6	(6)	Not more than two representatives from the Native
7		Hawaiian community who have expertise in the
8		protection, restoration, care, and interpretation of
9		native Hawaiian cultural resources, to be appointed by
10		the chairperson;
11	(7)	The president and chief executive officer of the
12		Hawaii tourism authority, or the president and chief
13		executive officer's designee;
14	(8)	One youth representative between the ages of eighteen
15		and twenty-five, inclusive, at the time of appointment
16		that works or has worked in the field of environmental
17		sustainability or restoration, to be appointed by the
18		chairperson; and
19	(9)	One representative from the visitor and tourism
20		industry, to be appointed by the president and chief
21		executive officer of the Hawaii tourism authority.



(c) Commission members shall annually elect a chair and
 vice-chair of the commission from among its members.

3 (d) The commission shall approve allocation of funding,
4 including grants, from funds deposited in the special fund.
5 Moneys deposited into the special fund shall be allocated for
6 direct expenditure by state agencies and for grants for projects
7 that directly support achievement of the 2030 Aloha+ challenge
8 natural resource management target, including for projects with
9 one or more of the following purposes:

10 (1) Protection, restoration, or enhancement of terrestrial 11 or marine natural resources, or a combination thereof; 12 provided that up to ten per cent of each grant awarded 13 may be allocated for resource management to ensure the 14 long-term sustainability of state natural resources; 15 (2) Enhancement of interpretive and educational facilities 16 and programs related to the State's natural and 17 cultural resources and the protection of those 18 resources;

19 (3) Increase of resilience and adaptation of the State's
20 natural resources with environmentally beneficial
21 strategies to reduce the adverse impacts of climate



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1		change, including coastal erosion, sea level rise,
2		ocean acidification, coral bleaching, destruction of
3		reefs, and other impacts; and
4	(4)	Removal and control of invasive species and
5		propagation and planting of native species.
6	(e)	In awarding grants from the special fund, the
7	commission shall prioritize projects that directly support	
8	achievement of the 2030 Aloha+ challenge natural resource	
9	management target and:	
10	(1)	Create jobs for Hawaii residents;
11	(2)	Provide significant long-term protection, restoration,
12		and enhancement of Hawaii's natural and cultural
13		resources;
14	(3)	Increase the enjoyability of participating in outdoor
15		recreational activities for residents and visitors of
16		the State;
17	(4)	Involve local communities in the design,
18		implementation, and long-term management of the
19		project; and
20	(5)	Protect, enhance, or restore natural resources that
21		contribute to Native Hawaiian cultural practices and



1 that have demonstrated support from Native Hawaiian
2 residents.

3 (f) The commission may adopt procedures and guidelines for
4 the prioritization and allocation of moneys from the special
5 fund, including direct grant or competitive grant processes;
6 provided that the commission shall hold at least one hearing in
7 each county to receive public comments before adopting grant
8 guidelines.

9 (g) A simple majority of commission members shall
10 establish a quorum necessary to approve allocations from the
11 fund.

12 (h) The commission shall hold meetings in public 13 consistent with chapter 92 and any other applicable laws. The 14 commission may hold its meetings in person or online via the 15 Internet, or a combination thereof.

16 (i) Commission members shall serve without compensation
17 but may be reimbursed for reasonable expenses, including travel
18 expenses, necessary for the performance of their duties.

19 (j) Beginning January 2026, the department shall publish
20 an annual report, to be reviewed by the commission, no later
21 than twenty days prior to the convening of each regular session



of the legislature on how the Hawaii environmental legacy
 special fund achieves the 2030 Aloha+ challenge natural resource
 management target and the benefits that accrue or will accrue
 from those expenditures to state residents, visitors, and
 natural resources.

§171-D Hawaii environmental legacy special fund. (a)
7 There is established in the state treasury a Hawaii
8 environmental legacy special fund, into which shall be
9 deposited:

10 (1) All proceeds from visitor green fees and licenses
11 purchased pursuant to the visitor green fee program
12 established under section 171-B;

13 (2) Appropriations made by the legislature; and

14 (3) Grants and gifts made to the special fund.

15 (b) Moneys deposited into the special fund shall be used 16 and allocated as directed by the commission pursuant to section 17 171-C(d) and (e) and as follows:

- 18 (1) At least fifty per cent per fiscal year shall be used
  19 for grants to local governments, nonprofit
- **20** organizations, and community-based organizations;



1	(2)	Not more than fifty percent per fiscal year shall be
2		allocated to state agencies;
3	(3)	Up to twenty-five per cent per fiscal year may be used
4		to enhance state management of natural resources,
5		implementation of state regulatory programs designed
6		to protect natural resources, and enforcement of
7		natural resource protection laws and regulations;
8	(4)	Not more than five per cent per fiscal year of the
9		amount allocated to state agencies pursuant to
10		paragraph (2) shall be used to administer this part;
11		and
12	(5)	Not less than ninety-five percent per fiscal year
13		shall be used for the purposes described in this
14		section."
15	SECT	ION 3. In codifying the new sections added by section
16	2 of this	Act, the revisor of statutes shall substitute
17	appropria	te section numbers for the letters used in designating
18	the new s	ections in this Act.
19	SECT	ION 4. This Act shall take effect upon its approval.
20		Mil. Gepty Q
		/ MIX. XIAMA





#### Report Title:

Department of Land and Natural Resources; Visitor Green Fee Program; Hawaii Environmental Legacy Commission; Special Fund

#### Description:

Requires Department of Land and Natural Resources to establish a visitor green fee program to collect fees from nonresidents via a license to use state natural resources, to be used for the protection, restoration, and care of Hawaii's natural, cultural, and outdoor recreational resources and build the resilience of these resources to the impacts of climate change and local threats. Establishes the Hawaii environmental legacy commission to guide the disbursement of visitor green fee program funds. Establishes the Hawaii environmental legacy special fund.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

