#### <u>H</u>.B. NO. <u>1130</u>

#### A BILL FOR AN ACT

RELATING TO THE BOILER AND ELEVATOR SAFETY LAW.

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

1 SECTION 1. The purpose of this Act is to allow the 2 department of labor and industrial relations to establish reinspection frequencies for elevators and kindred equipment based 3 on factors that may affect the safe operation of the equipment. 4 Currently, the law requires that re-inspections for renewals of 5 permits to operate not exceed one year. The intent is to 6 provide incentives to building owners and managers to take the 7 necessary steps to provide for the safe operation of elevators 8 and kindred equipment. Those who have newer equipment with 9 10 fail-safe technology and who regularly maintain the equipment in a safe operating condition will be allowed a longer interval 11 between re-inspections and thus incur less costs in inspections. 12 Equipment that is older and inadequately maintained will be 13 14 subjected to more frequent re-inspections and the owner will have to pay for the additional inspections. Involvement by the 15 regulated community is necessary to assure the safe operation of 16 17 the equipment.

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1	Other amendments are mostly housekeeping in nature, and								
2	where the department needs to gather information as part of its								
3	investigations or inspections, records and documents may be								
4	requested in addition to asking questions.								
5	SECTION 2. Section 397-4, Hawaii Revised Statutes, is								
6	amended to read as follows:								
7	"§397-4 Powers and duties. (a) Administration.								
8	(1)	The department shall establish a boiler and elevator							
9		inspection branch for the enforcement of the rules							
10	adopted under this chapter and other duties as								
11		assigned;							
12	(2)	(2) The department shall:							
13	(A) Implement and enforce the requirements of this								
14		chapter; and							
15		(B) Keep adequate and complete records of the type,							
16		size, location, identification data, and							
17		inspection findings for boilers, pressure							
18		systems, amusement rides, and elevators and							
19		kindred equipment required to be inspected							
20		pursuant to this chapter;							
21	(3)	The department shall formulate definitions and adopt							
22		and enforce standards and rules pursuant to chapter 91							

that may be necessary for carrying out this chapter. 1 Definitions and rules adopted in accordance with 2 chapter 91 under the authority of chapter 396, prior 3 to the adoption of this chapter that pertain to 4 5 boilers, pressure systems, amusement rides, and elevators and kindred equipment required to be 6 inspected pursuant to this chapter, shall be continued 7 in force under the authority of this chapter; 8 Emergency temporary standards may be adopted without (4) 9 conforming to chapter 91 and without hearings to take 10 immediate effect upon giving public notice of the 11 emergency temporary standards or upon another date 12 13 that may be specified in the notice. An emergency temporary standard may be adopted, if the director 14 determines: 15 That the public or individuals are exposed to (A) 16 17 grave danger from exposure to hazardous conditions or circumstances; and 18 That the emergency temporary standard is (B)

(B) That the emergency temporary standard is
necessary to protect the public or individuals
from danger.

Emergency temporary standards shall be effective until superseded by a standard adopted under chapter 91, but in any case shall be effective no longer than six months;

(5) Variances from standards adopted under this chapter 5 may be granted upon application of an owner, user, 6 contractor, or vendor. Application for variances 7 shall correspond to procedures set forth in the rules 8 adopted pursuant to this chapter. The director may 9 issue an order for variance, if the director 10 determines that the proponent of the variance has 11 demonstrated that the conditions, practices, means, 12 methods, operations, or processes used or proposed to 13 be used will provide substantially equivalent safety 14 as that provided by the standards; 15

16 (6) Permits.

17 (A) The department shall issue a "permit to operate"
18 regarding any boiler, pressure system, amusement
19 ride, or elevator and kindred equipment if found
20 to be safe in accordance with rules adopted
21 pursuant to chapter 91;

1 The department may immediately revoke any "permit (B) to operate" of any boiler, pressure system, 2 amusement ride, or elevator and kindred equipment 3 found to be in an unsafe condition or where a 4 user, owner, or contractor ignores prior 5 department orders to correct specific defects or 6 7 hazards and continues to use or operate the above mentioned apparatus without abating the hazards 8 or defects; 9

The department shall reissue a "permit to 10 (C) operate" to any user, owner, or contractor who 11 12 demonstrates that the user, owner, or contractor 13 is proceeding in good faith to abate all 14 nonconforming conditions mentioned in department 15 orders and the boilers, pressure systems, amusement rides, and elevators and kindred 16 17 equipment are safe to operate; and

18 (D) The department shall establish criteria for the
19 periodic reinspection and renewal of the permits
20 to operate, and may provide for the issuance of
21 temporary permits to operate while any
22 noncomplying boiler, pressure system, amusement

ride, and elevator and kindred equipment are 1 2 being brought into full compliance with the applicable standards and rules adopted pursuant 3 to this chapter [; provided that the period 4 5 between an initial safety inspection or the inspection used as a basis for the issuance of a 6 permit to operate, and any subsequent inspection 7 of elevators and kindred equipment shall not 8 exceed one year;]. Criteria to be used for the 9 periodic reinspection and renewal of a permit to 10 operate shall include age and type of equipment, 11 12 discrepancy history, and whether the equipment is regularly and adequately maintained in a safe 13 14 operating condition, but in no case shall the reinspection period exceed three years for 15 elevators and kindred equipment; 16 No boiler, pressure system, amusement ride, or (7)17 18 elevator and kindred equipment which are required to 19 be inspected by this chapter or by any rule adopted pursuant to this chapter shall be operated, except as 20 necessary to install, repair, or test, unless a permit 21

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to operate has been authorized or issued by the 1 department and remains valid; and 2 (8) The department, upon the application of any owner or 3 user or other person affected thereby, may grant time 4 that may reasonably be necessary for compliance with 5 any order. Any person affected by an order may for 6 cause petition the department for an extension of 7 time. 8 (b) Inspection and investigation. 9 Authorized representatives of the director shall 10 (1)have the right to enter without delay during 11 regular working hours and at other reasonable 12 times any place, establishment, or premises in 13 14 which are located boilers, pressure systems, 15 amusement rides, and elevators and kindred equipment requiring inspection pursuant to this 16 17 chapter. 18 (2)The department shall inspect for the purpose of 19 insuring compliance with the purposes and 20 provisions of this chapter any activity related 21 to the erection, construction, alteration, 22 demolition or maintenance of buildings,

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structures, bridges, highways, roadways, dams, 1 2 tunnels, sewers, underground buildings or structures, underground pipelines or ducts, and 3 other construction projects or facilities. 4 (3) The department shall review plans and make 5 inspections, and investigations of boilers, and 6 pressure systems, and the premises appurtenant to 7 each at times and at intervals determined by the 8 director for the purpose of insuring compliance 9 with the purpose and provisions of this chapter. 10 This section shall not apply to single family 11 dwellings or multiple dwelling units of less than 12 six living units. 13 14 (4)The department shall review plans and make inspections, and investigations of elevators and 15 kindred equipment and the premises appurtenant to 16 each at times and at intervals determined by the 17 18 director for the purpose of insuring compliance 19 with the purposes and provisions of this chapter. This section shall not apply to single 20 family dwellings. 21

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The department shall inspect, at least semi-1 (5) annually all mechanically or electrically 2 operated devices considered as major rides and 3 used as amusement rides at a carnival, circus, 4 5 fair, or amusement park for the purpose of protecting the safety of the general public. 6 This section shall not apply to any coin operated 7 ride or mechanically or electrically operated 8 devices considered or known in the amusement 9 trade as kiddie rides. 10 The department may investigate accidents (6) 11 involving boilers, pressure systems, amusement 12 13 rides, and elevators and kindred equipment inspected under this chapter and may issue orders 14 and recommendations with respect to the 15 elimination and control of the cause factors. 16 17 (7)The department shall have the right to question and to obtain records and documents of any 18 employer, owner, operator, agent, or employee in 19

investigation, enforcement, and inspection

21 activities covered by this chapter.

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1		(8)	Any employee of the State acting within the scope
2			of the employee's office, employment, or
3			authority under this chapter shall not be liable
4			in or made a party to any civil action growing
5			out of the administration and enforcement of this
6			chapter.
7	(c)	Educ	ation and training.
8		(1)	The department may disseminate through
9			exhibitions, pictures, lectures, pamphlets,
10			letters, notices, and any other method of
11			publicity, to owners, users, vendors, architects,
12			contractors, employees, and the general public
13			information regarding boilers, pressure systems,
14			amusement rides, and elevators and kindred
15			equipment required to be inspected pursuant to
16			this chapter.
17		(2)	Where appropriate, the department may undertake
18			programs in training and consultation with
19			owners, users, property management firms,
20			vendors, architects, contractors, employees, and

the general public regarding the safety

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1			requirements of this chapter and the rules and
2			regulations.
3	(d)	Enfo	rcement.
4		(1)	Whenever right of entry to a place to inspect any
5			boiler, pressure system, amusement ride, or
6			elevator and kindred equipment required by this
7			chapter to be inspected is refused to an
8			authorized representative of the director, the
9			department may apply to the circuit court where
10			such place exists for a search warrant providing
11			on its face that the wilful interference with its
12			lawful execution may be punished as a contempt of
13			court.
14		(2)	Whenever the department finds that the
15			construction of or the operation of any boiler,
16			pressure system, amusement ride, or elevator and
17			kindred equipment required to be inspected by
18			this chapter is not safe, or that any practice,
19			means, method, operation, or process employed or
20			used is unsafe or is not in conformance with the
21			rules and regulations promulgated pursuant to
22			this chapter, the department shall issue an order

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to render the construction or operation safe or 1 in conformance with this chapter or rules and 2 3 regulations and deliver the same to the contractor, owner, or user. Each order shall be 4 in writing and may be delivered by mail or in 5 person. The department may in the order direct 6 7 that, in the manner and within a time specified such additions, repairs, improvements, or changes 8 be made and such safety devices and safeguards be 9 furnished, provided and used as are reasonably 10 required to insure compliance with the purposes 11 12 and provisions of this chapter. The owner, or 13 user, or contractor shall obey and observe all orders issued by the department or be subject to 14 15 appropriate civil penalties. (3) Whenever in the opinion of the department the 16

17 condition of, or the operation of boilers,
18 pressure systems, amusement rides, or elevators
19 and kindred equipment required to be inspected by
20 this chapter, or any practice, means, method,
21 operation, or process employed or used, [is
22 unsafe, or is not properly guarded or is

dangerously placed, ] constitutes an imminent 1 hazard to the life or safety of any person, the 2 use thereof may be prohibited by the department, 3 an order to that effect shall be posted 4 prominently on the equipment, or near the place 5 or condition referred to in the order. The order 6 shall be removed when a determination has been 7 made by an authorized representative of the 8 department that the boilers, pressure systems, 9 amusement rides, or elevators and kindred 10 equipment are safe and the required safeguards or 11 12 safety devices are provided. 13 [(4) When in the opinion of the department the operation of boilers, pressure systems, amusement 14 15 rides, or elevators and kindred equipment, 16 required to be inspected by this chapter or any 17 practice, means, method, operation or process 18 employed or used constitutes an imminent hazard 19 to the life or safety of any person, or to 20 property, the department may apply to the circuit court of the circuit in which such boilers, 21 22 pressure systems, amusement rides, or elevators

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1	and kindred equipment are situated or such
2	practice, means, method, operation or process is
3	employed for an injunction restraining the use or
4	operation until the use or operation is made
5	safe. The application to the circuit court
6	accompanied by an affidavit showing that the use
7	or operation exists in violation of a standard,
8	rule, regulation, variance, or order of the
9	department and constitutes an imminent hazard to
10	the life or safety of any person or to property
11	and accompanied by a copy of the standard, rule,
12	regulation, variance, or applicable order, shall
13	warrant, in the discretion of the court, the
14	immediate granting of a temporary restraining
15	order. No bond shall be required from the
16	department as a prerequisite to the granting of a
17	restraining order.]
18	[ <del>(5)</del> ] <u>(4)</u> The director and the director's authorized
19	representative shall have the same powers
20	respecting the administering of oaths, compelling
21	the attendance of witnesses, the production of
22	documentary evidence, and examining or causing to

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be examined witnesses as are possessed by the 1 court and may take depositions and certify to 2 official acts. The circuit court of any circuit 3 upon application by the director shall have the 4 power to enforce by proper proceedings the 5 attendance and testimony of any witness so 6 subpoenaed. Subpoena and witness fees and 7 mileage in such cases shall be the same as in 8 criminal cases in the circuit courts. Necessary 9 expenses of, or in connection with, such hearings 10 or investigations shall be payable from the funds 11 appropriated for expenses of administration of 12 the department. No person shall be excused from 13 attending or testifying or producing materials, 14 books, papers, correspondences, memoranda, and 15 other records before the director or in obedience 16 to subpoena on the grounds that the testimony or 17 18 evidence, documentary or otherwise, required of the person may tend to incriminate the person or 19 subject the person to a penalty or forfeiture; 20 but no individual shall be prosecuted or 21 22 subjected to any penalty or forfeiture for or on

account of any transaction, matter, or thing 1 concerning which the individual is compelled, 2 after having claimed the individual's privilege 3 against self-incrimination, to testify or produce 4 evidence, documentary, or otherwise, except that 5 such individuals so testifying shall not be 6 exempt from prosecution and punishment for 7 perjury committed in so testifying. 8 [<del>(6)</del>](5) Where a condition or practice involving any 9 boiler, pressure system, amusement ride, or 10 elevator and kindred equipment required to be 11 inspected by this chapter could reasonably be 12 expected to cause death or serious physical harm, 13 14 the department shall have the right, independent of any other enforcement powers under this 15 chapter, to: 16

(A) Immediately take steps to obtain abatement
by informing the owners, users, contractors, and
all persons in [harms] harm's way of such hazard
by meeting, posted notice, or otherwise;
(B) Take steps to immediately obtain abatement
through direct control or elimination of the

1		hazard if after reasonable search, the user,
2		owner, or contractor or their representative is
3		not available;
4		(C) Take steps to obtain immediate abatement
5		when the nature and imminency of the danger or
6		hazard does not permit a search for the owner,
7		user, or contractor; and
8		(D) Where appropriate, initiate necessary legal
9		proceedings in the circuit court of the circuit
10		in which such boiler, pressure system, amusement
11		ride, or elevator and kindred equipment is
12		situated for an injunction to require abatement
13		by the owner, user or contractor.
14		[ <del>(7)</del> ]_(6) The department may prosecute, defend <u>,</u>
15		and maintain actions in the name of the
16		department for the enforcement of the provisions
17		of this chapter, including the enforcement of any
18		order issued by it, the appeal of any
19		administrative or court decision, and other
20		actions necessary to enforce this chapter."
21	SECTION 3	. Statutory material to be repealed is bracketed
22	and stricken.	New statutory material is underscored.

1	SECTION 4	4. 7	This	Act	shall	take	effect	upon	its	appro	val.
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#### Report Title:

Boiler and elevator safety; renewal inspections; housekeeping amendments.

#### Description:

Permits the department to set re-inspection frequencies for renewal permits based on factors relevant to the safe operation of the equipment; clarifies that in addition to asking questions relating to an investigation, enforcement and inspection activities, that the department may also obtain relevant records; housekeeping amendments for spelling and clarification.

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#### JUSTIFICATION SHEET

DEPARTMENT: Labor and Industrial Relations

TITLE: A BILL FOR AN ACT RELATING TO THE BOILER AND ELEVATOR SAFETY LAW.

PURPOSE: The purpose of this Act is to allow the department to establish reinspection frequencies for boilers, pressure systems, amusement rides, elevators, and kindred equipment based on factors that may affect the safe operation of the equipment. Currently, the law requires that reinspections for renewals of permits to operate not exceed one year. The intent is to provide incentives to building owners and managers to take the necessary steps to provide for the safe operation of elevators and kindred equipment. Those who have newer equipment with fail-safe technology, and who regularly maintain the equipment in a safe operating condition will be allowed a longer interval between reinspections and thus incur less costs in inspections. Equipment that is older and inadequately maintained will be subjected to more frequent reinspections and greater costs. Involvement by the regulated community is necessary to assure the safe operation of the equipment. Other amendments include clarifying that records and documents may also be obtained when the department conducts an investigation or inspection under the chapter; and housekeeping amendments for clarity and grammar.

MEANS:

Amend section 397-4, Hawaii Revised Statutes (HRS).

JUSTIFICATION: New technology has made elevator use safer than ever before. It has also increased the knowledge and skill level required to conduct inspections necessary for public safety. The department is experiencing a shortage of qualified elevator inspectors as

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a result of having to compete with the private sector where the pay is two to three times more than the State is able to pay.

Data shows that the primary causes of accidents are not equipment malfunction but rather misuse of the equipment - the prevention of which is the responsibility of the owner and manager of the equipment. It is, therefore, in the best interest of public safety to involve the building owner or manager in the safe operation and use of elevators and kindred equipment. A transparent reinspection structure would motivate building owners and managers to ensure the safe use of elevators and kindred equipment. Less frequent inspections means less cost in paying fees to the department and more money available to maintain the equipment. Those who choose not to maintain their equipment will face more frequent inspections and greater inspection costs.

Impact on the public: Improved safety.

Impact on the department and other agencies: Greater efficiency in inspection activities.

GENERAL FUND: None.

OTHER FUNDS: None

PPBS PROGRAM DESIGNATION: LBR-143.

OTHER AFFECTED AGENCIES:

Department of Accounting and General Services.

EFFECTIVE DATE: Upon approval.