A BILL FOR AN ACT

RELATING TO DAMS.

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

1	SECT	TION 1. Chapter 179D, Hawaii Revised Statutes, is
2	amended b	y adding two new sections to be appropriately
3	designate	ed and to read as follows:
4	" <u>§17</u>	9D-A Dam and reservoir repair revolving fund. (a)
5	There is	established a dam and reservoir repair revolving fund
6	into whic	ch shall be deposited:
7	(1)	Appropriations by the legislature;
8	(2)	Funds from the issuing of revenue bonds authorized by
9		the legislature to finance the establishment and
10		administration of the loan program;
11	(3)	Interest derived from monies in the fund; and
12	(4)	Payments made on loans from the fund.
13	(b)	Moneys in the fund shall be used by the board to:
14	(1)	Implement emergency actions pursuant to section 179D-
15		<u>24;</u>
16	(2)	Make dam repair loans to owners of dams or reservoirs
17		with plans and specifications for the alteration,

1		repair, or removal of dams and reservoirs approved by
2		the board; and
3	(3)	Pay the debt service on revenue bonds issued by the
4		department, and the establishment of debt service and
5		other reserves deemed necessary by the board.
6	<u>§179</u>	D-B Dam and reservoir repair loans. (a) The board
7	may make	loans from the dam and reservoir repair revolving fund
8	to owners	of dams or reservoirs with plans and specifications
9	and an ap	plication for the alteration, repair, or removal of
10	dams and	reservoirs approved by the board. Loans granted by the
11	board sha	ll be for a term of not more than twenty years.
12	(b)	Loans under this section shall bear interest at the
13	following	rates:
14	(1)	For loans with a term of not more than five years, the
15		interest rate shall be two per cent per year;
16	(2)	For loans with a term of more than five years but less
17		than ten years, the interest rate shall be four per
18		cent per year; and
19	(3)	For loans with a term of more than ten years, the
20		interest rate shall be six per cent per year;
21	provided	that loans funded by revenue bonds shall be made at
22	cost.	

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1	(c) An owner securing the written approval of the board
2	for the alteration, repair, or removal of a dam or reservoir may
3	submit an application to the board for a loan from the dam and
4	reservoir repair revolving fund. The board shall make loans
5	from the dam and reservoir repair revolving fund based upon the
6	availability of funds."
7	SECTION 2. Section 179D-3, Hawaii Revised Statutes, is
8	amended by adding a new definition to be appropriately inserted
9	and to read as follows:
10	""Fund" means the dam and reservoir repair revolving fund."
11	SECTION 3. Section 179D-4, Hawaii Revised Statutes, is
12	amended by amending subsection (b) to read as follows:
13	"(b) Nothing in this chapter and no order, action, or
14	advice of the State, board, department, or any representative
15	thereof, shall be construed to relieve an owner or operator of a
16	dam or reservoir of the legal duties, obligations, or
17	liabilities incident to the ownership or operation of a dam or
18	reservoir; provided that an owner or operator of a dam or
19	reservoir shall not be liable for damages as a result of only
20	natural causes [such as earthquakes of an average recurrence
21	interval of one thousand years, hurricanes, or extraordinary

1	rains of an average recurrence interval in excess of two hundred
2	fifty years. except on a finding of negligence."
3	SECTION 4. Section 179D-6, Hawaii Revised Statutes, is
4	amended by amending subsection (b) to read as follows:
5	"(b) The board shall administer the dam and reservoir
6	safety program established by this chapter. In carrying out
7	this chapter, the board shall cooperate, advise, consult,
8	contract, and enter into cooperative agreements with the United
9	States government or any of its agencies, other state agencies,
10	and the county governments or any of their agencies. In the
11	performance of its duties, the board shall:
12	(1) Establish by rules adopted under chapter 91, policies,
13	requirements, or standards governing the design,
14	construction, operation, maintenance, enlargement,
15	alteration, repair, removal, and inspection of dams,
16	reservoirs, and appurtenant works for the protection
17	of life and property from structural failure of dams
18	and reservoirs;
19	(2) Conduct investigations and the collection of data,
20	including technological advances made in dam and
21	reservoir safety practices elsewhere, as may be needed
22	for the proper review and study of the various

1		reatures of the design, construction, repair, removal,
2		inspection, operation, maintenance, alteration, and
3		enlargement of dams, reservoirs, and appurtenant
4		works. The board may require submittal of reports of
5		investigations from all owners;
6 (3	3)	Conduct investigations and require reports from all
7		owners to be made from time to time, including
8		watershed investigations and studies, as may be
9		necessary to keep abreast of developments affecting
10		stream runoff and as required to facilitate its
11		decisions;
12 (4	4)	Be authorized to enter upon such private property of
13		the dam or reservoir as may be necessary in making, at
14		the owner's expense, any investigation or inspection
15		required or authorized by this chapter. The entry
16		shall not constitute a cause of action in favor of the
17		owner of the land, except for damages resulting from
18		wilful acts or negligence by the board or its agents;
19 (5	5)	Require the owners to apply for, and obtain from the
20		board written approval of plans and specifications on
21		the construction of any new dam or reservoir or the

1	(10)	Prepare, publish, and issue printed pamphlets,
2		bulletins, or advisories, or conduct training as the
3		board deems necessary for the dissemination of
4		information to the public;
5	(11)	Appoint and remove agents and employees, including
6		hearing officers, specialists, and consultants, as
7		necessary to carry out the purposes of this chapter,
8		who may be engaged by the board without regard to the
9		requirements of chapter 76;
10	(12)	Catalog and maintain an inventory of all regulated
11		dams and reservoirs in the State pursuant to this
12		chapter without regard to chapter 91;
13	(13)	Establish similar or consistent hazard potential
14		classifications in conjunction with other applicable
15		state or federal guidelines for all regulated dams and
16		reservoirs in the State pursuant to this chapter
17		without regard to chapter 91;
18	[(14)	Examine and approve or disapprove applications for
19	a.	approval of construction, enlargement, repair,
20		alteration, or removal of a dam or reservoir and
21		applications for certificates of approval to impound;

1	(15)	(14) Urder the suspension, revocation, or both, of
2		any application approval or certificate of approval to
3		impound for any act or failure to comply with this
4		chapter or with any rules or orders adopted pursuant
5		to this chapter, or with any of the conditions
6		contained in or attached to the application approval
7		or certificate of approval to impound;
8	[(16)]	(15) Issue orders requiring the adoption by an owner
9		of remedial measures necessary for the safety of life
10		or public or private property, or for carrying out
11		this chapter or rules issued under this chapter;
12	[(17)]	(16) Order the immediate cessation of any act that is
13		started or continued without an application approval
14		or certificate of approval to impound as required by
15		this chapter;
16	[(18)]	(17) Enter private property and immediately take
17		actions necessary to provide protection to life or
18		property at the owner's expense, including removal of
19		the dam or reservoir. The entry shall not constitute
20		a cause of action in favor of the owner of the land,
21		except for damages resulting from wilful acts or gross
22		negligence by the board or its agents;

1	[(19)]	(18) Recover from the owner, in the name of the
2		State, the expenses incurred in taking any action
3		required by the owner of the dam or reservoir in the
4		same manner debts are recoverable by law;
5	[(20)]	(19) Assess civil penalties for violation of this
6		chapter or any rule or standard adopted or order
7		issued by the board pursuant to this chapter;
8	[(21)]	(20) Place liens, as needed, on the owner's property,
9		to be collected as delinquent taxes against the lands
10		and property, if the owner neglects to pay any costs,
11		expenses, or penalties chargeable to the owner under
12		this chapter or any rule, order, or condition adopted,
13		issued, or required under this chapter;
14	[(22)]	(21) With the assistance of the attorney general,
15		institute and prosecute all court actions that may be
16		necessary to obtain the enforcement of any order
17		issued by the board in carrying out this chapter;
18		[and]
19	(22)	Make loans for the alteration, repair, or removal of
20		dams and reservoirs;

1	(23) Make expenditures for emergency actions initiated by		
2	the board from the dam and reservoir repair revolving		
3	fund pursuant to section 179D-24; and		
4	$[\frac{(23)}{(24)}]$ Take any and all other actions as may be		
5	necessary to carry out this chapter."		
6	SECTION 5. Section 179D-24, Hawaii Revised Statutes, is		
7	amended to read as follows:		
8	"[+]\$179D-24[+] Emergency actions. (a) If, [in the		
9	opinion of] through its investigation or inspection, the		
10	department[$ au$] determines that the conditions of any dam or		
11	reservoir are so dangerous to the health and safety of life or		
12	property as to not permit time for issuance and enforcement of		
13	an order relative to construction, modification, maintenance, or		
14	repair of the dam or reservoir, or the dam or reservoir is		
15	threatened by any large flood or other natural disaster, the		
16	department may immediately employ remedial measures necessary to		
17	protect life and property.		
18	(b) The department shall [provide coordination and		
19	assistance to] develop with the proper state or county agency or		
20	agencies remedial measures to be executed to maintain control of		
21	any dam or reservoir that, pursuant to subsection (a), has been		
22	determined to be dangerous to life or property until the dam or		

- 1 reservoir is deemed safe, or until any emergency conditions that
- 2 precipitated taking control of the dam or reservoir, pursuant to
- 3 subsection (a), have been abated. The department may determine
- 4 the proper time at which to relinquish control of the dam or
- 5 reservoir.
- 6 (c) Any necessary and reasonable costs and expenses
- 7 incurred by the department in fulfilling the duties mandated by
- 8 subsections (a) and (b) in connection with a remedial or
- 9 emergency action shall be recoverable by the department from the
- 10 owner of any dangerous or threatened dam or reservoir.
- 11 (d) Any owner failing or refusing, after written notice
- 12 has been given, to pay the reasonable costs and expenses
- 13 incurred by the department pursuant to subsection (c) shall be,
- 14 upon complaint by the department to the attorney general,
- 15 subject to reasonable attorney fees incurred in the recovery of
- 16 the costs and expenses.
- (e) All moneys collected by the department pursuant to
- 18 subsection (c) shall be credited to the dam and reservoir safety
- 19 special fund created in section 179D-25.
- (f) If a condition arises that in the opinion of the
- 21 department may pose a danger to the health and safety of persons
- 22 or property and sufficient time permits, the board may issue



- 1 orders reciting the existence of the condition and require any
- 2 actions the board deems necessary. Any person to whom an order
- 3 is directed, may challenge the order, but shall immediately
- 4 comply with the order, pending disposition of the person's
- 5 challenge. The board shall give precedence to a hearing on the
- 6 challenge over all other pending matters.
- 7 (g) When the board determines through its investigation or
- 8 inspection of a dam that a danger to public safety exists that
- 9 can be remedied by making repairs, breaching of the dam, or
- 10 other actions that are necessary, the board shall direct the
- 11 owner to immediately initiate the emergency actions necessary or
- 12 the board may initiate the emergency actions to insure public
- 13 safety.
- (h) The emergency actions executed pursuant to (q) shall
- 15 be made at the owner's expense. When emergency actions are
- 16 initiated by the board, the board may use moneys from the dam
- 17 and reservoir repair revolving fund, for which the owner shall
- 18 reimburse that fund in lump sum or through installment payments
- 19 agreed to by the board.
- 20 $\left[\frac{g}{g}\right]$ (i) The legislature finds and declares that
- 21 emergency actions under this section are in the public interest



- 1 and for the public health, safety, and general welfare of the
- 2 State, and authorizes the board to take any necessary actions."
- 3 SECTION 6. The director of finance is authorized to issue
- 4 revenue bonds in the sum of \$ or so much thereof as
- 5 may be necessary and the same sum or so much thereof as may be
- 6 necessary is appropriated for fiscal year 2009-2010 to be paid
- 7 into the dam and reservoir repair revolving fund created in
- 8 section 179D-A, Hawaii Revised Statutes.
- 9 The sum appropriated by this Act shall be expended by the
- 10 department of land and natural resources for the purposes of the
- 11 fund.
- 12 SECTION 7. In codifying the new sections added by section
- 13 1 of this Act, the revisor of statutes shall substitute
- 14 appropriate section numbers for the letters used in designating
- 15 the new sections in this Act.
- 16 SECTION 8. Statutory material to be repealed is bracketed
- 17 and stricken. New statutory material is underscored.
- 18 SECTION 9. This Act shall take effect on July 1, 2009.

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INTRODUCED BY:

HB LRB 09-1705. doc Well Carroll

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Report Title:

Dams and Reservoirs

Description:

Establishes the dam and reservoir repair revolving fund. Authorizes the board of land and natural resources to make loans from the fund for the alteration, repair, or removal of dams and reservoirs. Makes owner of dam or reservoir liable for damages resulting from natural causes when there is a finding of negligence. Authorizes the issuance of revenue bonds and makes an appropriation to the revolving fund.