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# A BILL FOR AN ACT

RELATING TO FEES.

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

1	SECTION 1. Section 26-9, Hawaii Revised Statutes, is
2	amended as follows:
3	1. By amending subsection (1) to read:
4	"(1) Any law to the contrary notwithstanding, the director
5	of commerce and consumer affairs may[ $\div$ ] impose and collect fees
6	for:
7	(1) [Establish, increase, decrease, or repeal fees
8	relating to any aspect of the] The registration,
9	certification, licensure, or any other administrative
10	process for all laws within the jurisdiction of the
11	department[ <del>. Amendments to fee assessments shall be</del>
12	made pursuant to chapter 91;];
13	(2) [ <del>Assess fees for copies</del> ] <u>Copies</u> in any form of media
14	of the computerized records of the business
15	registration division [ <del>or</del> ], in the amount of
16	\$ ; [for] electronic access to the
17	computerized information on a one-time [ <del>or</del> ] <u>basis, in</u>
18	the amount of \$ ; and electronic access on an
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1		on-going basis[ <del>. The fees charged for the copies or</del>
2		access may include billing service fees, network usage
3		fees, and computer consultant fees. In adopting these
4		fees, the director shall take into account the intent
5		to make the division self-supporting. To this end,
6		the fees may reflect the commercial value of the
7		service or information provided. In the case of
8		requests for records by a nonprofit organization, the
9		director may reduce or waive the fees. This paragraph
10		shall control in any instance where there is a
11		conflict between this paragraph and any other
12		<pre>statute;], in the amount of \$ ; and</pre>
13	(3)	[ <del>Assess fees for copies</del> ] <u>Copies</u> of consumer and
14		business educational publications prepared or issued
15		by the department $[\cdot]$ , in the amount of \$.
16		Fees collected under this paragraph shall be deposited
17		into the compliance resolution fund under subsection
18		(o). In the case of requests for copies by a
19		nonprofit organization, the director may reduce or
20		waive the fees. For purposes of this paragraph,
21		"consumer and business educational publications" does

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1	not include copies of statutes or administrative
2	rules.
3	The fees collected by the professional and vocational
4	licensing division and the business registration division shall
5	be deposited into the compliance resolution fund under
6	subsection (o).
7	The director may appoint program specialists, not subject
8	to chapter 76, to assist with the activities of the professional
9	and vocational licensing division."
10	2. By amending subsection (o) to read:
11	"(o) Every person licensed under any chapter within the
12	jurisdiction of the department of commerce and consumer affairs
13	and every person licensed subject to chapter 485A or registered
14	under chapter 467B shall pay upon issuance of a license, permit,
15	certificate, or registration a fee $of $ and a
16	subsequent annual fee [to be determined by the director and
17	adjusted from time to time to ensure that the proceeds, together
18	with all other fines, income, and penalties collected under this
19	section, do not surpass the annual operating costs of conducting
20	compliance resolution activities required under this section.]
21	of \$ . The fees may be collected biennially or
22	pursuant to rules adopted under chapter 91, and shall be HB1728 SD1.DOC *HB1728 SD1.DOC*
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1 deposited into the special fund established under this 2 subsection. Every filing pursuant to chapter 514E or section 3 485A-202(a)(26) shall be assessed, upon initial filing and at 4 each renewal period in which a renewal is required, a fee [that 5 shall be prescribed by rules adopted under chapter 91, and] of 6 \$ that shall be deposited into the special fund 7 established under this subsection. Any unpaid fee shall be paid 8 by the licensed person, upon application for renewal, 9 restoration, reactivation, or reinstatement of a license, and by 10 the person responsible for the renewal, restoration, 11 reactivation, or reinstatement of a license, upon the 12 application for renewal, restoration, reactivation, or 13 reinstatement of the license. If the fees are not paid, the 14 director may deny renewal, restoration, reactivation, or reinstatement of the license. [The director may establish, 15 16 increase, decrease, or repeal the fees when necessary pursuant 17 to rules adopted under chapter 91. The director may also 18 increase or decrease the fees pursuant to section 92-28.] 19 There is created in the state treasury a special fund to be 20 known as the compliance resolution fund to be expended by the 21 director's designated representatives as provided by this 22 subsection. Notwithstanding any law to the contrary, all HB1728 SD1.DOC \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

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1 revenues, fees, and fines collected by the department shall be 2 deposited into the compliance resolution fund. Unencumbered 3 balances existing on June 30, 1999, in the cable television fund 4 under chapter 440G, the division of consumer advocacy fund under 5 chapter 269, the financial institution examiners' revolving 6 fund, section 412:2-109, the special handling fund, section 414-7 13, and unencumbered balances existing on June 30, 2002, in the 8 insurance regulation fund, section 431:2-215, shall be deposited 9 into the compliance resolution fund. This provision shall not 10 apply to the drivers education fund underwriters fee, section 11 431:10C-115, insurance premium taxes and revenues, revenues of 12 the workers' compensation special compensation fund, section 13 386-151, the captive insurance administrative fund, section 14 431:19-101.8, the insurance commissioner's education and training fund, section 431:2-214, the medical malpractice 15 16 patients' compensation fund as administered under section 5 of 17 Act 232, Session Laws of Hawaii 1984, and fees collected for 18 deposit in the office of consumer protection restitution fund, 19 section 487-14, the real estate appraisers fund, section 466K-1, 20 the real estate recovery fund, section 467-16, the real estate 21 education fund, section 467-19, the contractors recovery fund, 22 section 444-26, the contractors education fund, section 444-29, HB1728 SD1.DOC \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

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1 the condominium management education fund, section 514A-131, and 2 the condominium education trust fund, section 514B-71. Any law 3 to the contrary notwithstanding, the director may use the moneys in the fund to employ, without regard to chapter 76, hearings 4 5 officers and attorneys. All other employees may be employed in 6 accordance with chapter 76. Any law to the contrary 7 notwithstanding, the moneys in the fund shall be used to fund 8 the operations of the department. The moneys in the fund may be 9 used to train personnel as the director deems necessary and for 10 any other activity related to compliance resolution. 11 As used in this subsection, unless otherwise required by 12 the context, "compliance resolution" means a determination of 13 whether: 14 Any licensee or applicant under any chapter subject to (1)15 the jurisdiction of the department of commerce and 16 consumer affairs has complied with that chapter; 17 Any person subject to chapter 485A has complied with (2) 18 that chapter; Any person submitting any filing required by chapter 19 (3) 20 514E or section 485A-202(a)(26) has complied with 21 chapter 514E or section 485A-202(a)(26);

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1	(4)	Any person has complied with the prohibitions against
2		unfair and deceptive acts or practices in trade or
3		commerce; or
4	(5)	Any person subject to chapter 467B has complied with
5		that chapter;
6	and inclu	des work involved in or supporting the above functions,
7	licensing	, or registration of individuals or companies regulated
8	by the de	partment, consumer protection, and other activities of
9	the depar	tment.
10	The	director shall prepare and submit an annual report to
11	the gover	nor and the legislature on the use of the compliance
12	resolutio	n fund. The report shall describe expenditures made
13	from the	fund including non-payroll operating expenses."
14	SECT	ION 2. Section 141-2.6, Hawaii Revised Statutes, is
15	amended t	o read as follows:
16	"[+]	<b>§141-2.6[<del>]</del>] Fees for aquaculture services.</b> (a) The
17	departmen	t of agriculture may [ <del>establish and assess fees</del>
18	<del>pursuant</del>	to chapter 91 for:
19	<del>(1)</del>	Aquatic] impose and collect a fee of \$ for
20		animal and plant health diagnostic services[ <del>; and</del>
21	<del>(2)</del>	Any].

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1	(b) The department may impose and collect a fee of
2	<u>\$</u> for items or expert services purchased from the
3	department related to aquaculture planning, disease management,
4	and the marketing of seafood products[; provided that the
5	assessment of these fees does not violate any other provision of
6	this chapter]."
7	SECTION 3. Section 142-98, Hawaii Revised Statutes, is
8	amended by amending subsection (a) to read as follows:
9	"(a) The department of agriculture may [ <del>establish and</del>
10	assess] impose and collect fees [ <del>pursuant to chapter 91</del> ] <u>of</u>
11	\$ for facilities usage, vaccination programs,
12	emergency transportation of quarantined animals, insecticides,
13	medication, and other goods and services deemed necessary and
14	provided by the department of agriculture in enforcing the
15	provisions of this chapter[ <del>; provided that the assessment of</del>
16	these fees does not violate any other provision of this
17	chapter]."
18	SECTION 4. Section 149A-13.5, Hawaii Revised Statutes, is
19	amended by amending subsection (c) to read as follows:
20	"(c) The department may [ <del>set</del> ] <u>impose and collect</u> fees <u>of</u>
21	\$ for the educational services and training provided
22	under this section."
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1	SECTION 5. Section 150A-48, Hawaii Revised Statutes, is
2	amended by amending subsection (d) to read as follows:
3	"(d) The department may [set] impose and collect fees[, by
4	rule,] of \$ for educational workshops for certified
5	importers or applicants for certification."
6	SECTION 6. Section 201-2.5, Hawaii Revised Statutes, is
7	amended to read as follows:
8	"§201-2.5 Fees for services rendered and products
9	<b>provided.</b> [ <del>(a)</del> ] The department of business, economic
10	development, and tourism may [ <del>establish reasonable</del> ] <u>impose and</u>
11	<u>collect</u> fees <u>of \$</u> for services rendered and products
12	provided by the department. [ <del>The department shall maintain a</del>
13	reasonable relationship between the revenues derived from fees
14	and the cost or fair value of services rendered and products
15	provided.
16	(b) The department shall adopt rules pursuant to chapter
17	91 to carry out its responsibilities under this section.]"
18	SECTION 7. Section 201-18, Hawaii Revised Statutes, is
19	amended by amending subsection (c) to read as follows:
20	"(c) The fund shall be administered by the department of
21	business, economic development, and tourism. Appropriations or
22	authorizations from the fund shall be expended by the HB1728 SD1.DOC *HB1728 SD1.DOC* *HB1728 SD1.DOC*

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1 department. The department may contract with other public or 2 private entities for the provision of all or a portion of the 3 services necessary for the administration and implementation of 4 the loan fund program. The department may [set] impose and 5 collect fees or charges of \$ for fund management and 6 technical site assistance provided under this section. The 7 department may adopt rules pursuant to chapter 91 to carry out 8 the purposes of this section."

9 SECTION 8. Section 201H-15, Hawaii Revised Statutes, is
10 amended by amending subsection (c) to read as follows:

11 "(c) The corporation shall adopt rules under chapter 91 12 necessary to comply with federal and state requirements for 13 determining the amount of the tax credit allowed under section 14 42 of the Internal Revenue Code of 1986, as amended, and section 15 235-110.8. The corporation may [establish] impose and collect 16 [reasonable] fees of \$ for [administrative expenses 17 incurred in providing] the services required by this section  $[\tau]$ 18 including fees for processing developer applications for the 19 credit]. All fees collected for administering these provisions, 20 including developer application fees, shall be used to cover the 21 administrative expenses of the corporation."

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1 SECTION 9. Section 201H-36, Hawaii Revised Statutes, is 2 amended by amending subsection (d) to read as follows: 3 "(d) The corporation may [establish, revise,] charge, and 4 collect a [reasonable service fee, as necessary, in connection 5 with its] fee of \$ for approvals and certifications 6 under this section. The fees collected under this section shall 7 be deposited into the dwelling unit revolving fund." 8 SECTION 10. Section 201H-100, Hawaii Revised Statutes, is 9 amended to read as follows: 10 "[+]§201H-100[+] Housing loan programs; fees. The 11 corporation may [establish, revise,] charge  $[\tau]$  and collect fees, 12 premiums, and charges [as necessary, reasonable, or convenient,] 13 of \$ for its housing loan programs. The fees, 14 premiums, and charges shall be deposited into the housing loan 15 program revenue bond special fund established for the particular 16 housing loan program or part thereof from which the fees, 17 premiums, and charges are derived as determined by the 18 corporation." 19 SECTION 11. Section 201H-144, Hawaii Revised Statutes, is 20 amended by amending subsection (b) to read as follows: 21 "(b) The corporation may [establish, revise,] charge[ $_{7}$ ] 22 and collect fees, premiums, and charges [as necessary, HB1728 SD1.DOC 11 \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

1 reasonable, or convenient in connection with its] of \$ 2 for its housing loan programs established under this subpart. 3 The fees, premiums, and charges shall be deposited into funds as determined by the corporation." 4 5 SECTION 12. Section 205-4.1, Hawaii Revised Statutes, is 6 amended to read as follows: 7 "§205-4.1 Fees. The commission may [establish reasonable] charge and collect fees of \$ for the filing of 8 9 boundary amendment petitions and petitions for intervention [to 10 cover the cost of processing thereof] and for the reproduction 11 of maps and documents. The commission also may assess a 12 reasonable fee or require reimbursements to be made for court 13 reporter expenses, the inexcusable absence of a party from a 14 boundary amendment proceeding, and any other reimbursements for hearing expenses as determined by the commission. Any fees 15 16 collected shall be deposited to the credit of the general fund." 17 SECTION 13. Section 206E-113, Hawaii Revised Statutes, is 18 amended to read as follows: 19 "§206E-113 Reserved housing loan programs; fees. The 20 authority may  $[establish, revise_{\tau}]$  charge  $[\tau]$  and collect fees, 21 premiums, and charges [as necessary, reasonable, or convenient,] 22 of \$ for its reserved housing loan programs. HB1728 SD1.DOC 12 \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

1	The fees, premiums, and charges shall be deposited into the
2	reserved housing loan program revenue bond special fund
3	established for the particular reserved housing loan program or
4	part thereof from which the fees, premiums and charges are
5	derived as determined by the authority."
6	SECTION 14. Section 261-7, Hawaii Revised Statutes, is
7	amended as follows:
8	1. By amending subsection (b) to read:
9	"(b) Except as otherwise provided in this section, in each
10	case mentioned in subsection (a)(1), (2), (3), and (4), the
11	department may establish the terms and conditions of [ <del>the</del>
12	contract, lease, license, or other arrangement, and may fix the
13	charges, rentals, or fees] contracts, leases, licenses, or other
14	arrangements, including capital improvement projects approved by
15	the legislature, for the purpose of meeting the expenditures of
16	the statewide system of airports set forth in section 261-5(a).
17	The department may impose and collect fees of \$ for
18	[the] privileges, services, or things granted, conferred, or
19	made available[, for the purpose of meeting the expenditures of
20	the statewide system of airports set forth in section 261-5(a),
21	which includes expenditures for capital improvement projects
22	approved by the legislature. Such charges shall be reasonable HB1728 SD1.DOC *HB1728 SD1.DOC* *HB1728 SD1.DOC*

1	and uniform for the same class of privilege, service, or
2	thing]."
3	2. By amending subsection (e) to read:
4	"(e) The department may [fix and regulate, from time to
5	time, reasonable] impose and collect landing fees of \$
6	for aircraft[, including the imposition of landing surcharges or
7	differential landing fees, and other reasonable charges for the
8	use and enjoyment of the airports and the services and
9	facilities furnished by the department in connection therewith,
10	including the establishment of a statewide system of airports
11	landing fees, a statewide system of airports support charges,
12	and joint use charges for the use of space shared by users,
13	which fees and charges may vary among different classes of users
14	such as foreign carriers, domestic carriers, inter-island
15	carriers, air taxi operators, helicopters, and such other
16	classes as may be determined by the director, for the purpose of
17	meeting the expenditures of the statewide system of airports set
18	forth in section 261-5(a), which includes expenditures for
19	capital improvement projects approved by the legislature].
20	[In setting airports rates and charges, including landing
21	fees, the director may enter into contracts, leases, licenses,
22	and other agreements with aeronautical users of the statewide
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1	system of airports containing such terms, conditions, and
2	provisions as the director deems advisable.
3	If the director has not entered into contracts, leases,
4	licenses, and other agreements with any or fewer than all of the
5	aeronautical users of the statewide system of airports prior to
6	the expiration of an existing contract, lease, license, or
7	agreement, the director shall set and impose rates, rentals,
8	fees, and charges pursuant to this subsection without regard to
9	the requirements of chapter 91; provided that a public
10	informational hearing shall be held on the rates, rentals, fees,
11	and charges.]
12	The [director shall develop rates, rentals, fees, and
13	charges in accordance with a residual methodology so that the]
14	statewide system of airports shall be, and shall always remain,
15	self-sustaining. The rates, rentals, fees, and charges shall be
16	set at [such levels as] $\$$ to produce revenues which,
17	together with aviation fuel taxes, shall be at least sufficient
18	to meet the expenditures of the statewide system of airports set
19	forth in section 261-5(a), including expenditures for capital
20	improvement projects approved by the legislature, and to comply
21	with covenants and agreements with holders of airport revenue
22	bonds.
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1	[The director may develop and formulate methodology in
2	setting the various rates, rentals, fees, and charges imposed
3	and may determine usage of space, estimate landed weights, and
4	apply such portion of nonaeronautical revenue deemed appropriate
5	in determining the rates, rentals, fees, and charges applicable
6	to aeronautical users of the statewide system of airports.
7	The rates, rentals, fees, and charges determined by the
8	director in the manner set forth in this subsection shall be
9	those charges payable by the aeronautical users for the periods
10	immediately following the date of expiration of the existing
11	contract, lease, license, or agreement. If fees are established
12	pursuant to this section, the department shall prepare a
13	detailed report on the circumstances and rates and charges that
14	have been established, and shall submit the report to the
15	legislature no later than twenty days prior to the convening of
16	the next regular session.
17	If a schedule of rates, rentals, fees, and charges
18	developed by the director in accordance with this section is
19	projected by the department to produce revenues which, together
20	with aviation fuel taxes, will be in excess of the amount
21	required to meet the expenditures of the statewide system of
22	airports set forth in section 261-5(a), including expenditures
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1	for capital improvement projects approved by the legislature,
2	and to comply with covenants and agreements with holders of
3	airport revenue bonds, the department shall submit the schedule
4	of rates, rentals, fees, and charges to the legislature prior to
5	the convening of the next regular session of the legislature.
6	Within forty-five days after the convening of the regular
7	session, the legislature may disapprove any schedule of rates,
8	rentals, fees, and charges required to be submitted to it by
9	this section by concurrent resolution. If no action is taken by
10	the legislature within the forty-five-day period the schedule of
11	rates, rentals, fees, and charges shall be deemed approved. If
12	the legislature disapproves the schedule within the forty-five-
13	day period, the director shall develop a new schedule of rates,
14	rentals, fees, and charges in accordance with this section
15	within seventy-five days of the disapproval. Pending the
16	development of a new schedule of rates, rentals, fees, and
17	charges, the schedule submitted to the legislature shall remain
18	in force and effect.]
19	Notwithstanding any other provision of law to the contrary,
20	the department may waive landing fees and other aircraft charges
21	established under this section at any airport owned or
22	controlled by the State whenever:
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1 The governor declares a state of emergency; and (1)2 (2) The department determines that the waiver of landing 3 fees and other charges for the aircraft is consistent with assisting in the delivery of humanitarian relief 4 5 to disaster-stricken areas of the State." 6 3. By amending subsections (g) and (h) to read: 7 "(q) The department [from time to time] may [establish] 8 impose and collect a developmental [rates] rate for buildings 9 and land areas used exclusively for general aviation activities 10 [at rates not less than]. The rate shall be fifty per cent of 11 the fair market rentals of the buildings and land areas [and]. 12 The department may restrict the extent of buildings and land 13 areas to be used. 14 [Notwithstanding any laws to the contrary, the (h) 15 department may establish, levy, assess, and collect] The rental 16 motor vehicle customer facility charges, which shall be paid to 17 the department periodically as determined by the department [-], 18 shall be \$ . These charges shall be used to pay for, 19 or finance on a long-term basis where appropriate, the design, 20 planning, construction, and other uses of the rental motor 21 vehicle customer facility charges as set forth by the rental

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motor vehicle customer facility charge special fund in section
 261-5.6.

3 The rental motor vehicle customer facility charges shall be
4 levied, assessed, and collected from all rental motor vehicle
5 customers who benefit from the use of any type of rental motor
6 vehicle facility or service provided by the department at a
7 state airport.

8 All rental motor vehicle customer facility charges shall be 9 collected by lessors as defined in section 437D-3 and who 10 operate a car rental concession awarded by the department at a 11 state airport; provided that customers of lessors, as defined in 12 section 437D-3, who do not operate a car rental concession at a 13 state airport but whose customers benefit from the use of a car 14 rental facility or service at a state airport paid for by rental 15 motor vehicle customer facility charges, shall collect from such 16 car rental customers, rental motor vehicle customer facility 17 charges in an amount determined by the department that 18 represents a fair share of the cost and ongoing expenses 19 relating to customer use of such a facility or service. All 20 rental motor vehicle customer facility charges collected by such 21 lessor shall be paid to the department.

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1 Notwithstanding any law to the contrary, the department may 2 contract the management, maintenance, and operations of the 3 facility and related services with airport concessions or their 4 designee that share in the use of a rental motor vehicle 5 customer facility at a state airport." 6 SECTION 15. Section 304A-2152, Hawaii Revised Statutes, is 7 amended by amending subsection (b) to read as follows: 8 "(b) The [university may establish appropriate charges and 9 fees] fee to individuals who are provided professional liability 10 coverage under this section [, the] shall be \$ . The 11 proceeds [of which] collected by the university under this 12 section shall be deposited in accounts and credited to the 13 University of Hawaii at Manoa malpractice special fund." 14 SECTION 16. Section 304A-2156, Hawaii Revised Statutes, is 15 amended by amending subsection (a) to read as follows: 16 "(a) There is established the University of Hawaii 17 community services special fund. Except as otherwise provided 18 by law, all revenues, including interest, derived and collected 19 from the university's provision of public service programs shall 20 be deposited into the University of Hawaii community services 21 special fund. The university may [establish] impose and collect 22 fees [and charges] of \$ for public service programs. HB1728 SD1.DOC 20 \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

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1 All revenues deposited into the University of Hawaii community 2 services special fund shall be used exclusively for the costs of 3 providing public service programs. The university may establish 4 accounts under the community services special fund to facilitate 5 the administration of this fund among the various campuses and 6 operating units of the University of Hawaii system. All 7 expenditures from this fund shall be subject to legislative 8 appropriation."

9 SECTION 17. Section 304A-2157, Hawaii Revised Statutes, is
10 amended by amending subsection (a) to read as follows:

11 "(a) There is established the University of Hawaii 12 auxiliary enterprises special fund. Except as otherwise 13 provided by law, all revenues, including interest, derived and 14 collected from the university's provision of auxiliary services 15 shall be deposited into the University of Hawaii auxiliary 16 enterprises special fund and shall be expended solely for the 17 costs of providing these services. The university may 18 [establish] impose and collect fees [and charges] of \$ 19 for the costs of providing these services. The university also 20 may transfer other funds into the University of Hawaii auxiliary 21 enterprises special fund to offset the cost of these services. 22 The university may establish accounts under the University of HB1728 SD1.DOC \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

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Hawaii auxiliary enterprises special fund to facilitate the administration of this fund among the various campuses and operating units of the University of Hawaii system. All expenditures from this fund shall be subject to legislative appropriation."

6 SECTION 18. Section 304A-2274, Hawaii Revised Statutes, is
7 amended by amending its title and subsection (a) to read as
8 follows:

9 "[+]§304A-2274[+] University of Hawaii real property and 10 facilities use revolving fund. (a) There is established the 11 University of Hawaii real property and facilities use revolving 12 fund into which shall be deposited all revenues collected by the 13 university for the use of university real property and 14 facilities, except as otherwise provided by law. The board of 15 regents may [establish] impose and collect prices, fees, and 16 charges, [including those] established by law, for the sale, 17 lease, or use of university real property and facilities, which 18 include land, buildings, grounds, furnishings, and equipment; 19 provided that the university shall comply with all statutory and 20 common law requirements in the disposition of ceded lands. [The 21 board of regents shall be exempt from the public notice and 22 public hearing requirements of chapter 91 in establishing and HB1728 SD1.DOC 22

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1 amending the fees and charges.] The university may establish 2 separate accounts within the revolving fund for major program 3 activities. Funds deposited into the revolving fund accounts 4 shall be expended to pay the costs of operating university 5 facilities, including maintenance, administrative expenses, 6 salaries, wages, and benefits of employees, contractor services, 7 supplies, security, furnishings, equipment, janitorial services, 8 insurance, utilities, and other operational expenses. Revenues 9 not expended as provided in this section may be transferred to 10 other university funds to be invested or expended for the 11 administrative or overhead costs of the university. All expenditures from this revolving fund shall be subject to 12 13 legislative appropriation."

SECTION 19. Section 321-1, Hawaii Revised Statutes, is amended by amending subsection (g) to read as follows:

16 "(g) The department may [establish charges] impose and collect fees of \$ for any of its services; provided 17 18 that the department shall not refuse to provide services to any 19 person due to the person's inability to pay the fee for the 20 service. The department, through the director, shall make an 21 annual report to the governor, showing in detail all its expenditures and transactions, and such other information 22 HB1728 SD1.DOC \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

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1 regarding the public health as the department may deem of 2 special interest."

3 SECTION 20. Section 321-11.5, Hawaii Revised Statutes, is
4 amended to read as follows:

"§321-11.5 Establishment of fees. (a) The department of
health, by rules adopted pursuant to chapter 91, may [establish
reasonable] impose and collect fees of \$ for the
issuance or renewal of licenses, permits, variances, and various
certificates required by law or by the department's rules. The
fees may include the cost of related examinations, inspections,
investigations, and reviews.

12 (b) All fees paid and collected pursuant to this section 13 and rules adopted in accordance with chapter 91 from facilities 14 seeking licensure or certification by the department of health, 15 including hospitals, nursing homes, home health agencies, 16 intermediate care facilities for the mentally retarded, 17 freestanding outpatient surgical facilities, adult day health 18 care centers, rural health centers, laboratories, adult 19 residential care homes, expanded adult residential care homes, 20 developmental disability domiciliary homes, assisted living 21 facilities, therapeutic living programs, and special treatment 22 facilities, shall be deposited into the office of health care HB1728 SD1.DOC \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

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1 assurance special fund created under section 321-1.4. Any other 2 entities required by law to be licensed by the department of 3 health shall also be subject to [reasonable] fees of \$ 4 [established] imposed and charged by the department of health 5 [by rules adopted in accordance with chapter 91]. 6 (c) Other than the fees collected under subsection (b), 7 all other fees collected under this section and section 321-15 8 shall be deposited into the environmental health education fund established under section 321-27." 9 10 SECTION 21. Section 325-78, Hawaii Revised Statutes, is 11 amended by amending subsection (a) to read as follows: 12 "(a) The department of health may [establish charges] 13 impose and collect fees of \$ for any diagnostic, 14 medical, or treatment services relating to tuberculosis 15 treatment or control; provided that the department shall not 16 refuse to provide diagnostic, medical, or treatment services 17 relating to tuberculosis treatment or control to any patient due 18 to the patient's inability to pay for the service relating to 19 tuberculosis treatment or control. Voluntary payments, 20 contributions, or gifts for such purposes may be received, but 21 shall not be requested or solicited from any patient or any of 22 the patient's relatives  $[\tau]$  by the department." HB1728 SD1.DOC 25 \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

1	SECTION 22. Section 328-96, Hawaii Revised Statutes, is
2	amended by amending subsection (d) to read as follows:
3	"(d) The department shall provide for distribution of the
4	Hawaii additions and deletions list and its revisions and
5	supplements, and the dissemination of notices of changes to the
6	compendia of therapeutically equivalent generic drug products to
7	all pharmacies in the State and to any other interested
8	individuals. The [ <del>department may establish fees to be charged</del>
9	to] fee for persons who receive the Hawaii additions and
10	deletions list and its revisions and supplements, and notices of
11	changes to the compendia of therapeutically equivalent generic
12	drug products[ $\cdot$ ] shall be \$ . [The amounts of the fees
13	charged shall be approximately the same as the costs of
14	producing and distributing the Hawaii additions and deletions
15	list and its revisions and supplements, and the notices of
16	changes to the compendia of therapeutically equivalent generic
17	drug products.]"
18	SECTION 23. Section 342D-13, Hawaii Revised Statutes, is
19	amended to read as follows:
20	"[ <del>[</del> ]§342D-13[ <del>]</del> ] Fees. The director may [ <del>establish</del>
21	<pre>reasonable] impose and collect fees of \$ for the</pre>
22	issuance of permits and variances to cover the cost of issuance
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1 thereof and for the implementation and enforcement of the terms 2 and conditions of permits and variances (not including court 3 costs or other costs associated with any formal enforcement 4 action). The fees shall be deposited to the credit of the 5 general fund." 6 SECTION 24. Section 342D-86, Hawaii Revised Statutes, is 7 amended to read as follows: 8 "[+]§342D-86[+] Revolving fund; fees, interest, and 9 investment on accounts. (a) The director may [establish] 10 impose and collect fees of \$ for loans, loan and bond 11 guarantees, debt purchase and refinancing, interest rate 12 subsidies, and other credit enhancement or liquidity support 13 issued or provided through the revolving fund. 14 The director shall adopt rules pursuant to chapter 91 (b) 15 for the purposes of this part [, including fees for loans and16 other financial assistance, and penalties for default of loan 17 and other financial assistance repayments]. 18 (c) If established, fees shall cover the costs of current 19 activities, including the issuance of loans and other financial 20 assistance, monitoring of loans and other financial assistance 21 repayments and conditions, technical review of the planning and 22 design documents, monitoring of construction activities, HB1728 SD1.DOC \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

1	conducting operation and maintenance inspections of wastewater
2	facilities, and other activities of the revolving fund pursuant
3	to Title 33 United States Code sections 1381 to 1387.
4	(d) (c) All moneys collected as fees shall be deposited
5	into an administrative expense account or accounts as needed to
6	comply with Title 33 United States Code section 1383(d)(7) and
7	shall be used exclusively to support the activities of the
8	revolving fund.
9	[ <del>(e)</del> ] <u>(d)</u> Moneys in the revolving fund shall be placed in
10	interest bearing investments or otherwise invested at the
11	discretion of the director until such time as the moneys may be
12	needed. All interest accruing from the investment of these
13	moneys shall be credited to the revolving fund; provided that
14	moneys which are pledged as security for payment of revenue
15	bonds may be invested as provided in section 342D-91."
16	SECTION 25. Section 342F-14, Hawaii Revised Statutes, is
17	amended to read as follows:
18	"\$342F-14 Fees. The director may [establish reasonable]
19	impose and collect fees of \$ for the issuance of
20	permits and variances [ <del>to cover the cost of issuance thereof and</del>
21	for the implementation and enforcement of the terms and
22	conditions of permits and variances (not including court costs
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1	or other costs associated with any formal enforcement action)].
2	All fees collected pursuant to this section shall be deposited
3	into the noise, radiation, and indoor air quality special fund
4	established pursuant to section 342P-7."
5	SECTION 26. Section 342F-14.5, Hawaii Revised Statutes, is
6	amended to read as follows:
7	"[+]\$342F-14.5[+] Fees for notification. The director may
8	[ <del>establish reasonable</del> ] <u>impose and collect</u> fees <u>of </u> \$
9	for notifications and to cover the cost of implementation,
10	recordkeeping, and any necessary inspections to ascertain
11	compliance with the provisions of the state community notice
12	rules."
13	SECTION 27. Section 342H-13, Hawaii Revised Statutes, is
14	amended to read as follows:
15	"[ <b></b>
16	<pre>reasonable] impose and collect fees of \$ for the</pre>
17	issuance of permits and variances [ <del>to cover the cost of issuance</del>
18	thereof and for the implementation and enforcement of the terms
19	and conditions of permits and variances (not including court
20	costs or other costs associated with any formal enforcement
21	action)]. The fees shall be deposited to the credit of the
22	general fund."
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1	SECTION 28. Section 342J-13, Hawaii Revised Statutes, is
2	amended to read as follows:
3	"§342J-13 Fees. The director may [establish reasonable]
4	<pre>impose and collect fees of \$ for the issuance of</pre>
5	permits [ <del>to cover the cost of issuance thereof and for the</del>
6	implementation and enforcement of the terms and conditions of
7	permits (not including court costs or other costs associated
8	with any formal enforcement action)]. The fees shall be
9	deposited to the credit of the general fund."
10	SECTION 29. Section 342L-14, Hawaii Revised Statutes, is
11	amended to read as follows:
12	"§342L-14 Fees. [Notwithstanding section 342L-36.5 to the
13	contrary, the director may establish reasonable fees] The
14	following fees shall apply:
15	(1) [for the registration] Registration of underground
16	storage tanks or tank systems, <u>\$</u> ;
17	(2) [for the issuance,] Issuance, renewal, and
18	modification of permits and variances [t <del>o cover the</del>
19	<pre>cost of issuance thereof and] \$ ;</pre>
20	(3) [for the implementation] Implementation and
21	enforcement of the terms and conditions of permits and
22	variances including inspections and necessary site
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1	visits (not including court costs or other costs
2	associated with any formal enforcement action),
3	<u>\$</u> ; and
4	(4) [for the review,] Review, evaluation, and approval of
5	plans regarding release response activities[ $\cdot$ ],
6	<u>\$</u>
7	The fees shall be deposited to the credit of the general fund."
8	SECTION 30. Section 342P-28, Hawaii Revised Statutes, is
9	amended to read as follows:
10	"\$342P-28 Fees. The director may [establish reasonable]
11	<pre>impose and charge fees of \$ for the issuance of</pre>
12	notifications, certificates, licenses, permits, and variances
13	[to cover the cost of issuance thereof], and for the
14	implementation and enforcement of the terms and conditions of
15	permits and variances not including court costs or other costs
16	associated with any formal enforcement action. The fees shall
17	be deposited to the credit of the asbestos and lead abatement
18	special fund or noise, radiation, and indoor air quality special
19	fund."
20	SECTION 31. Section 348F-8, Hawaii Revised Statutes, is

21 amended to read as follows:

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1	"[ <del>{</del> ]\$	348F-8[]] Fees. The [board may establish fees,
2	<del>pursuant t</del>	<del>o chapter 91,</del> ] <u>fee</u> for applicants seeking state
3	credential	ing of interpreters $[-]$ shall be \$."
4	SECTI	ON 32. Section 396-5.1, Hawaii Revised Statutes, is
5	amended by	amending subsection (a) to read as follows:
6	"(a)	The director may [ <del>establish</del> ] <u>impose and collect</u> fees
7	[ <del>pursuant</del>	to chapter 91] of \$ to be charged for the
8	following:	
9	(1)	Any aspect relating to the issuance of permits,
10		certificates, or licenses required by this chapter or
11		rule adopted by the director;
12	(2)	Searching, reviewing, segregating, and providing
13		records pursuant to chapter 92F requests [ <del>where such</del>
14		fees are not provided for under rules adopted by the
15		office of information practices];
16	(3)	The costs of training materials used in department
17		sponsored workshops; and
18	(4)	The costs of public notices required for variances,
19		and public requests for adoption, amendment, or repeal
20		of rules."
21	SECTI	ON 33. Section 412:2-105, Hawaii Revised Statutes, is
22	amended as	follows:

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1	1. By amending subsection (a) to read:
2	"(a) The [commissioner may charge an examination fee based
3	upon the cost per hour per examiner] examination fee for all
4	financial institutions examined by the commissioner or the
5	commissioner's staff[-] shall be \$ per hour.
6	[Effective July 1, 1995, the hourly fee shall be \$40. After
7	July 1, 1996, the commissioner may establish, increase,
8	decrease, or repeal the hourly fee when necessary pursuant to
9	rules adopted in accordance with chapter 91.]"
10	2. By amending subsection (d) to read:
11	"(d) The commissioner[ <del>, by rules adopted in accordance</del>
12	with chapter 91, may set reasonable fee amounts to be collected
13	by the division in connection with its] may impose and collect
14	fees of \$ for regulatory functions, including, without
15	limitation, [ <del>any fees for</del> ] renewals, applications, licenses, and
16	charters. Unless otherwise provided by statute, all such fees
17	shall be deposited into the compliance resolution fund
18	established pursuant to section 26-9(o)."
19	SECTION 34. Section 412:2-109, Hawaii Revised Statutes, is
20	amended by amending subsection (g) to read as follows:
21	"(g) The commissioner [may] shall annually charge each
22	financial institution subject to examination by the commissioner
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1 the sum of \$500 plus \$100 for each office, agency, and branch 2 office maintained by the financial institution, payment of which 3 shall be made before July 2 and thereafter credited to the compliance resolution fund. [The commissioner may establish, 4 5 increase, decrease, or repeal this fee when necessary pursuant 6 to rules adopted in accordance with chapter 91.]" 7 SECTION 35. Section 412:3-102, Hawaii Revised Statutes, is 8 amended to read as follows: 9 "§412:3-102 Change of name. To change its name, a Hawaii 10 financial institution shall file an application with the 11 commissioner and pay [the fees as the commissioner may 12 establish.] a fee of \$ . The application shall be 13 approved if the commissioner is satisfied that the new name 14 complies with this chapter and chapter 414. Any change of name 15 of a stock financial institution pursuant to this section shall 16 be effected in accordance with chapter 414. Any change of name 17 shall not affect a financial institution's rights, liabilities, 18 or obligations existing prior to the effective date thereof, and 19 no documents of transfer shall be necessary to preserve the 20 rights, liabilities, or obligations; provided that the 21 commissioner may require notice to be given to the public and 22 other governmental agencies." HB1728 SD1.DOC 34 \*HB1728 SD1.DOC\* \*HB1728 SD1.DOC\*

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1 SECTION 36. Section 440-13, Hawaii Revised Statutes, is 2 amended to read as follows:

3 "\$440-13 License fees. (a) License fees shall be paid 4 annually to the State by every applicant to whom a license is 5 issued to participate in the conduct of professional boxing in 6 any of the capacities set forth in this chapter: promoter, 7 physician, referee, judge, matchmaker, manager, timekeeper, second, and professional boxer. The charge for a duplicate of a 8 9 license and all fees required by this chapter shall be [as 10 provided in rules adopted by the director pursuant to chapter 11 91] \$ and shall be deposited with the director to the 12 credit of the compliance resolution fund established pursuant to 13 section 26-9(0).

14 (b) The director [may establish a schedule of license fees 15 for participation in amateur boxing contests, and] may waive 16 payment of license fees for amateur boxing contests."

17 SECTION 37. Section 456-9, Hawaii Revised Statutes, is18 amended by amending subsection (a) to read as follows:

19 "(a) The attorney general shall charge and collect the 20 following fees for:

21 (1) Issuing the original commission, \$40; and

22 (2) Renewing the commission, \$40.

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1	[Notwithstanding the foregoing, the attorney general may
2	establish and adjust fees pursuant to chapter 91.]"
3	SECTION 38. Section 457A-5, Hawaii Revised Statutes, is
4	amended to read as follows:
5	"[ <b></b>
6	and charge fees for services rendered to carry out the purposes
7	of this chapter."
8	SECTION 39. Section 516-124, Hawaii Revised Statutes, is
9	amended to read as follows:
10	"§516-124 Acquisition loan programs; fees. The
11	corporation may [ <del>establish, revise,</del> ] charge and collect fees,
12	premiums, and charges [as necessary, reasonable, or convenient,]
13	for its acquisition loan programs.
14	The fees, premiums, and charges shall be deposited into the
15	fee title acquisition loan program revenue bond special fund
16	established for the particular acquisition loan program or part
17	thereof from which the fees, premiums, and charges are derived
18	as determined by the corporation."
19	SECTION 40. Section 321-382, Hawaii Revised Statutes, is
20	repealed.
21	[" <del>[§321-382] Fees.</del> The director may establish fees by

22 rules pursuant to chapter 91."]

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1 SECTION 41. All fees established by administrative rule by 2 the department of commerce and consumer affairs, department of 3 agriculture, board of land and natural resources, department of business, economic development, and tourism, Hawaii housing 4 5 finance and development corporation, land use commission, Hawaii 6 community development authority, department of transportation, 7 department of education, University of Hawaii, board of regents 8 of the University of Hawaii, department of health, disability 9 and communication access board, commissioner of financial 10 institutions, and attorney general shall remain in effect at the 11 amounts or rates in effect on June 30, 2009, until codified in 12 the Hawaii Revised Statutes, statutorily amended, or repealed; 13 provided that each of the foregoing departments, agencies, and 14 offices shall submit to the legislature, no later than twenty 15 days prior to the convening of the regular session of 2010, 16 recommended legislation that proposes to establish these fees 17 and set their amounts and rates in statute. 18 SECTION 42. Statutory material to be repealed is bracketed 19 and stricken. New statutory material is underscored. 20 SECTION 43. This Act shall take effect on July 1, 2050.

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#### Report Title:

Administratively Established Fees; Fees and Other Assessments

#### Description:

Removes administrative agencies' authority to establish fees and replaces administratively established fees with statutory fees. Effective 7/1/2050. (SD1)