HOUSE OF REPRESENTATIVES TWENTY-FIFTH LEGISLATURE, 2010 STATE OF HAWAII

H.B. NO. 2961

A BILL FOR AN ACT

RELATING TO THE ALOHA TOWER DEVELOPMENT CORPORATION.

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

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PART I

2 SECTION 1. Chapter 206J, Hawaii Revised Statutes, is

3 repealed.

4 SECTION 2. Except as otherwise provided in this Act, all 5 rights, powers, functions, and duties of the Aloha Tower 6 development corporation are transferred to the Hawaii community 7 development authority under chapter 206E, Hawaii Revised 8 Statutes, except with respect to harbors modernization functions 9 which shall be transferred to the department of transportation, 10 harbors division.

SECTION 3. All appropriations, records, equipment, machines, files, supplies, contracts, books, papers, documents, maps, and other personal property heretofore made, used, acquired, or held by the Aloha Tower development corporation relating to the functions transferred to the Hawaii community development authority shall be transferred with the functions to which they relate.

2010-0307 HB SMA-1.doc

1	PART II	
2	SECTION 4. Chapter 206E, Hawaii Revised Statutes, is	
3	amended by adding two new sections to be appropriately	
4	designated and to read as follows:	
5	" <u>\$206E-</u> Aloha Tower fund. There is created the Aloha	
6	Tower fund, to be placed for administrative purposes under the	
7	authority. All:	
8	(1) Moneys;	
9 `	(2) Rentals;	
10	(3) Charges;	
11	(4) Other revenues of the authority; and	
12	(5) Moneys or charges received by the department of	
13	business, economic development, and tourism;	
14	including reimbursements for costs and staff services as a	
15	result of planning, development, or redevelopment of the lands	
16	located seaward of Nimitz Highway between Pier 4 and the	
17	Honolulu International Airport shall be deposited into the fund.	
18	§206E- Aloha Tower. (a) The authority shall be	
19	responsible for the development, planning, construction,	
20	improvement, repair, and reconstruction of projects within the	
21	Aloha Tower complex as follows: the area bounded by Nimitz	
22	Highway beginning at its intersection with the Diamond Head	
	2010-0307 HB SMA-1.doc ,	

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1	boundary of tax map key 2-1-13:7 north along Nimitz Highway to
2	its intersection with the makai boundary of tax map key 1-7-1:6;
3	northeast along River Street to its intersection with King
4	Street; north along King Street to its intersection with Iwilei
5	Road west along Iwilei Road to its intersection with Nimitz
6	Highway at the Ewa makai corner of tax map key 1-5-08:1; south
7	along Nimitz Highway to its intersection with the boundary
8	between tax map key 1-5-8:1 and tax map key 1-5-8:9; west along
9	a line to the Diamond Head mauka corner of tax map key 1-5-40:4;
10	west along Nimitz Highway to its intersection with the Ewa
11	boundary of tax map key 1-5-38:4; south along the Ewa boundaries
12	of tax map key 1-5-38:4 and 1-5-38:5 to Honolulu Harbor; east
13	along the waterfront boundary of tax map key 1-5-38:5 to Pier
14	23; south along Pier 23 to the southwest end of Pier 22;
15	continuing along a line in the same direction to its
16	intersection with the Honolulu Harbor Federal Project Line;
17	northeast along the Honolulu Harbor Federal Project Line to a
18	point in Honolulu Harbor 475 feet perpendicular to Pier 11;
19	southwest along a line parallel to Piers 10 and 11 to its
20	intersection with a line extending from the southwest end of
21	Pier 22 to the point of intersection of the Honolulu Harbor
22	Federal Project Line and a line extending along Pier 8 into
	2010-0307 HB SMA-1.doc
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1	Honolulu Harbor; southeast along a line to the point of
2	intersection of the Honolulu Federal Project Line and a line
3	extending along Pier 8 into Honolulu Harbor; southeast along the
4	Honolulu Harbor Federal Project Line to its intersection with a
5	line extending along Pier 4 into Honolulu Harbor; east along a
6	line from that intersection and along Pier 4 to its intersection
7	with Nimitz Highway; north along Nimitz Highway to its
8	intersection with Richards Street; southwest along Richards
9	Street to its intersection with Ala Moana Boulevard; northwest
10	along Ala Moana Boulevard to its intersection with the Ewa
11	boundary of tax map key 2-1-14:6; northeast along the Ewa
12	boundary of tax map key 2-1-14:6 to its Ewa mauka corner; and
13	northwest across Bishop Street to the point of beginning at the
14	intersection of the Diamond Head boundary of tax map key
15	2-1-13:7 and Nimitz Highway. The complex shall also include the
16	area bounded by Iwilei Road beginning with its intersection with
17	Nimitz Highway; west along Iwilei Road to its intersection with
18	Pacific Street; southeast along Pacific Street to its
19	intersection with the Ewa mauka corner of tax map key 1-5-38:4;
20	east along Nimitz Highway to its intersection with the Diamond
21	Head mauka corner of tax map key 1-50-40:4; east along a line to
22	the point of intersection at the boundary between tax map key
	2010-0307 HB SMA-1.doc .

Page 4

1	1-5-8:1 and tax map key 1-5-8:9; north along Nimitz Highway to
2	the point of beginning at the intersection of Nimitz Highway and
3	Iwilei Road; all fast and submerged lands contained within these
4	areas shall also be included.
5	(b) The authority, with the approval of the governor, may
6	issue bonds in amounts as authorized from time to time by law as
7	deemed advisable for any of its purposes. Any bonds issued by
8	the Aloha Tower development corporation prior to July 1, 2010,
9	shall be deemed to be issued in the name of the authority on
10	July 1, 2010.
11	(c) Three additional voting members shall be appointed to
12	the authority by the governor to represent Aloha Tower. These
13	members shall be considered in determining quorum and majority
14	only on issues relating to Aloha Tower, and may vote only on
15	issues relating to Aloha Tower. These members shall consist of:
16	(1) The director of transportation or designee in charge
17	of harbors; and
18	(2) Two public members appointed as follows:
19	(A) One member to be appointed from a list of two
20	persons submitted to the governor by the senate
21	president; and



1	(B) One member to be appointed from a list of two
2	persons submitted to the governor by the speaker
3	of the house of representatives."
4	PART III
5	SECTION 5. Chapter 266, Hawaii Revised Statutes, is
6	amended by adding two new sections to be appropriately
7	designated and to read as follows:
8	" <u>§266-</u> <u>Harbors modernization group; commercial harbors</u>
9	modernization plan; harbors division. (a) No later than July
10	1, 2010, the harbors modernization group shall be
11	administratively placed under the department of transportation,
12	harbors division. The harbors modernization group shall assume
13	jurisdiction over the harbors modernization project from the
14	Aloha Tower development corporation, to undertake projects for
15	the commercial harbors modernization plan. All projects, prior
16	to implementation, shall be approved by the governor. If the
17	governor approves a project, the harbors modernization group
18	shall have expending authority over the approved project,
19	notwithstanding any law to the contrary.
20	For purposes of this subsection, the department of
21	transportation, harbors division, shall seek the input and
22	guidance of the United States Department of Transportation,

2010-0307 HB SMA-1.doc

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1	<u>Maritime</u>	Administration, in the management of the harbors
2	moderniza	tion project; provided that the department of
3	transport	ation, harbors division, may enter into an agreement
4	with the	United States Department of Transportation Maritime
5	Administr	ation for the purpose of infrastructure improvements of
6	harbors s	tatewide.
7	<u>(b)</u>	The harbors modernization group shall have
8	jurisdict	ion over harbors projects, collectively to be known as
9	the comme	rcial harbors modernization plan, which shall be
10	completed	no later than June 30, 2017. These harbor projects
11	shall be	as follows:
12	(1)	Honolulu harbor. Development of infrastructure,
13		expansion of facilities, and tenant relocations,
14		including the development of the new Kapalama
15		container terminal;
16	(2)	Kahului harbor. Development of infrastructure,
17		expansion of facilities, tenant relocations, and
18		acquisition of lands, including the West harbor barge
19		or ferry slip or both, West harbor dredging and
20		breakwater, West harbor cruise terminal, Pier 1 fuel
21		line replacement and upgrade, East harbor breakwater,
22		and Pier 2B strengthening;



2010-0307 HB SMA-1.doc

Page 8

H.B. NO. 2961

1	(3)	Hana harbor. Development of infrastructure,
2		demolition, as necessary, and expansion of facilities
3		and acquisition of lands;
4	(4)	Hilo harbor. Development of infrastructure, expansion
5		of facilities, tenant relocations, and acquisition of
6		lands, including the Pier 4 interisland cargo
7		terminal;
8	(5)	Kawaihae harbor. Development of infrastructure,
9		expansion of facilities, tenant relocations,
10		acquisition of lands, including the Pier 2 terminal
11		and barge improvements, Pier 2 extension and terminal,
12		and Pier 4 and liquid bulk terminals;
13	(6)	Kalaeloa harbor. Development of infrastructure,
14		expansion of facilities, tenant relocations, and
15		acquisition of lands, including the West harbor
16		infrastructure, Pier 4 dedicated fuel pier, and
17		extension of the fuel line; and
18	(7)	Nawiliwili harbor. Development of infrastructure,
19		expansion of facilities, tenant relocations, and
20		acquisition of lands, including the new multi-use
21		pier.



1	<u>(c)</u>	Land disposition matters in projects identified in the
2	commercia	l harbors modernization plan, including land
3	acquisiti	on, leasing, and conveyance, and acquisition of
4	easements	or right-of-ways, shall continue to be under the
5	jurisdict	ion of the board of land and natural resources pursuant
6	to chapte	<u>r 171.</u>
7	(d)	The harbors modernization group shall be comprised of
8	four voti	ng members, as follows:
9	(1)	The director of transportation, or designee, who shall
10		serve as chairperson;
11	(2)	The director of finance, or designee; and
12	(3)	Two public members, not including any officer or
13		employee of the State, one to be appointed by the
14		governor from a list of three nominees submitted to
15		the governor by the president of the senate, and one
16		to be approved by the governor from a list of three
17		nominees submitted to the governor by the speaker of
18		the house of representatives; provided that the two
19		public members shall each be directly involved with:
20		(A) Any harbor or offshore mooring facility in the
21		State that is primarily involved with the
22		movement of commercial cargo and passenger



H.B. NO. 296/

1	vess	els entering, departing, or traveling within
2	the	state harbor system;
3	<u>(B)</u> An a	ctivity that requires or is otherwise
4	dire	ctly related to the loading, offloading,
5	stor	age, or distribution of goods and services by
6	mean	s of seaborne transportation; or
7	(C) Acti	vities, which:
8	<u>(i)</u>	Promote the welfare, growth, and economic
9		interests of Hawaii's commercial harbors and
10		harbor facilities;
11	<u>(ii)</u>	Assist and inform harbor users of, and
12		assist harbor users in, the interpretation
13		of laws, rules, regulations, and proposed
14		and pending legislation applicable to Hawaii
15		harbors and harbor facilities, for
16		compliance purposes; and
17	<u>(iii)</u>	Foster and encourage the development and
18		improvement of Hawaii harbors and harbor
19		facilities.
20	The members of	the harbors modernization group shall serve
21	for four year terms	and shall continue in office until their
22	respective successo	rs have been appointed.



Page 11

1	The members of the harbors modernization group shall serve
2	without compensation, but each member shall be reimbursed for
3	expenses, including travel expenses, incurred in the performance
4	of their duties.
5	For purposes of conducting business, a majority of the
6	members of the harbors modernization group shall constitute a
7	quorum. For purposes of voting, a majority of the quorum shall
8	be required for decision making.
9	(e) The department of transportation may apply any
10	revenues derived from commercial development projects in the
11	state harbors to defray the cost of harbor infrastructure
12	improvements incurred within the State.
13	(f) All procurements relating to the harbors modernization
14	project shall be exempt from chapter 103D until June 30, 2017.
15	(g) The harbors modernization group shall cease to exist
16	when the harbors modernization project is completed.
17	<u>§266-</u> Appointment of executive director; appointment of
18	staff. The harbors modernization group shall appoint and set
19	the salary of an executive director, who shall be exempt from
20	chapters 76 and 89, and shall serve at the pleasure of the
21	harbors modernization group.



Page 12

H.B. NO. 2961

1	The executive director may appoint, without regard to		
2	chapters 76 and 89, and at pleasure dismiss persons as the		
3	executive director finds necessary for the performance of the		
4	functions of the harbors modernization group and fix their		
5	compensation; provided that any person, who is a civil service		
6	appointment on the staff of the harbors modernization group as		
7	of June 30, 2010 shall be transferred under the executive		
8	director in accordance with law."		
9	PART IV		
10	SECTION 6. Notwithstanding any law to the contrary:		
11	(1) The two public members from the maritime industry, who		
12	were serving on the harbors modernization group under		
13	appointments effective on the day before the effective		
14	date of this Act, shall continue to serve on the		
15	harbors modernization group in the capacity of public		
16	members from the maritime industry; and		
17	(2) The service of all other members on the harbors		
18	modernization group as of the day before the effective		
19	date of this Act shall terminate on the day before the		
20	effective date of this Act.		
21	SECTION 7. All appropriations, records, equipment,		
22	machines, files, supplies, contracts, books, papers, documents,		



Page 13

H.B. NO. 2961

1 maps, and other personal property heretofore made, used, 2 acquired, or held by the Aloha Tower development corporation 3 with regard to harbor projects and development relating to the functions transferred to the department of transportation shall 4 be transferred with the functions to which they relate. 5 6 SECTION 8. There is appropriated out of the general 7 revenues of the State of Hawaii the sum of \$ or so much thereof as may be necessary for fiscal year 2010-2011 for 8 9 the compensation of the newly appointed executive director and 10 the staff of the harbors modernization group, as well as 11 consultant services to implement the commercial harbors modernization plan. 12 The sum appropriated shall be expended by the department of 13

transportation for the purposes of this Act. 14

SECTION 9. New statutory material is underscored. 15

SECTION 10. This Act shall take effect on July 1, 2010. 16

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INTRODUCED BY IAN 27 2010



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Report Title:

Aloha Tower Development Corporation; Repeal; Appropriation

Description:

Abolishes Aloha Tower development corporation. Transfers the ATDC to the Hawaii community development authority. Transfers harbors modernization group to the department of transportation. Places commercial harbors modernization plan under the harbors modernization group. Provides for appointment of new harbors modernization group and an executive director and staff. Makes appropriation.

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