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### A BILL FOR AN ACT

RELATING TO THE ALOHA TOWER DEVELOPMENT CORPORATION.

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

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 repealed.

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

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1	SECTION 4. Chapter 206E, Hawaii Revised Statutes, is		
2	amended by adding two new sections to be appropriately		
3	designated and to read as follows:		
4	"§206E- Aloha Tower fund. There is created the Aloha		
5	Tower fund, to be placed for administrative purposes under the		
6	authority. All:		
7	(1) Moneys;		
8	(2) Rentals;		
9	(3) Charges;		
10	(4) Other revenues of the authority; and		
11	(5) Moneys or charges received by the department of		
12	business, economic development, and tourism;		
13	including reimbursements for costs and staff services as a		
14	result of planning, development, or redevelopment of the lands		
15	located seaward of Nimitz Highway between Pier 4 and the		
16	Honolulu International Airport shall be deposited into the fund.		
17	<b>§206E-</b> Aloha Tower. (a) The authority shall be		
18	responsible for the development, planning, construction,		
19	improvement, repair, and reconstruction of projects within the		
20	Aloha Tower complex as follows: the area bounded by Nimitz		
21	Highway beginning at its intersection with the Diamond Head		
22	boundary of tax map key 2-1-13:7 north along Nimitz Highway to		
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1	its intersection with the makai boundary of tax map key 1-7-1:6;
2	northeast along River Street to its intersection with King
3	Street; north along King Street to its intersection with Iwilei
4	Road west along Iwilei Road to its intersection with Nimitz
5	Highway at the Ewa makai corner of tax map key 1-5-08:1; south
6	along Nimitz Highway to its intersection with the boundary
7	between tax map key 1-5-8:1 and tax map key 1-5-8:9; west along
8	a line to the Diamond Head mauka corner of tax map key 1-5-40:4;
9	west along Nimitz Highway to its intersection with the Ewa
10	boundary of tax map key 1-5-38:4; south along the Ewa boundaries
11	of tax map key 1-5-38:4 and 1-5-38:5 to Honolulu Harbor; east
12	along the waterfront boundary of tax map key 1-5-38:5 to Pier
13	23; south along Pier 23 to the southwest end of Pier 22;
14	continuing along a line in the same direction to its
15	intersection with the Honolulu Harbor Federal Project Line;
16	northeast along the Honolulu Harbor Federal Project Line to a
17	point in Honolulu Harbor 475 feet perpendicular to Pier 11;
18	southwest along a line parallel to Piers 10 and 11 to its
19	intersection with a line extending from the southwest end of
20	Pier 22 to the point of intersection of the Honolulu Harbor
21	Federal Project Line and a line extending along Pier 8 into
22	Honolulu Harbor; southeast along a line to the point of
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1	intersection of the Honolulu Federal Project Line and a line
2	extending along Pier 8 into Honolulu Harbor; southeast along the
3	Honolulu Harbor Federal Project Line to its intersection with a
4	line extending along Pier 4 into Honolulu Harbor; east along a
5	line from that intersection and along Pier 4 to its intersection
6	with Nimitz Highway; north along Nimitz Highway to its
7	intersection with Richards Street; southwest along Richards
8	Street to its intersection with Ala Moana Boulevard; northwest
9	along Ala Moana Boulevard to its intersection with the Ewa
10	boundary of tax map key 2-1-14:6; northeast along the Ewa
11	boundary of tax map key 2-1-14:6 to its Ewa mauka corner; and
12	northwest across Bishop Street to the point of beginning at the
13	intersection of the Diamond Head boundary of tax map key
14	2-1-13:7 and Nimitz Highway. The complex shall also include the
15	area bounded by Iwilei Road beginning with its intersection with
16	Nimitz Highway; west along Iwilei Road to its intersection with
17	Pacific Street; southeast along Pacific Street to its
18	intersection with the Ewa mauka corner of tax map key 1-5-38:4;
19	east along Nimitz Highway to its intersection with the Diamond
20	Head mauka corner of tax map key 1-50-40:4; east along a line to
21	the point of intersection at the boundary between tax map key
22	1-5-8:1 and tax map key 1-5-8:9; north along Nimitz Highway to
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1	the point of beginning at the intersection of Nimitz Highway and
2	Iwilei Road; all fast and submerged lands contained within these
3	areas shall also be included.
4	(b) The authority, with the approval of the governor, may
5	issue bonds in amounts as authorized from time to time by law as
6	deemed advisable for any of its purposes. Any bonds issued by
7	the Aloha Tower development corporation prior to January 1,
8	2010, shall be deemed to be issued in the name of the authority
9	<u>on January 1, 2010.</u> "
10	SECTION 5. Chapter 266, Hawaii Revised Statutes, is
11	amended by adding a new section to be appropriately designated
12	and to read as follows:
13	" <u>§266-</u> Partnership with department of transportation,
14	harbors division and the United States Department of
15	Transportation, Maritime Administration; commercial harbors
16	modernization plan. (a) On July 1, 2009, the department of
17	transportation, harbors division, shall assume jurisdiction over
18	
	the harbors modernization project from the Aloha Tower
19	the harbors modernization project from the Aloha Tower development corporation, to undertake projects for the
19 20	
	development corporation, to undertake projects for the
20	development corporation, to undertake projects for the commercial harbors modernization plan in subsection (b). All

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1	For	purposes of this subsection, the department of
2	transport	ation, harbors division, shall seek the input and
3	guidance	of the United States Department of Transportation,
4	Maritime	Administration, in the management of the harbors
5	moderniza	tion project; provided that the department of
6	transport	ation, harbors division, may enter into an agreement
7	with Mari	time Administration for the purpose of infrastructure
8	improveme	nts of harbors statewide.
9	(b)	The harbors modernization group shall have
10	jurisdict	ion over harbors projects that shall collectively be
11	known as	the commercial harbors modernization plan. These
12	harbor pr	ojects shall be as follows:
13	(1)	Honolulu harbor. Development of infrastructure,
14		expansion of facilities, and tenant relocations,
15		including the development of the new Kapalama
16		container terminal;
17	(2)	Kahului harbor. Development of infrastructure,
18		expansion of facilities, tenant relocations, and
19		acquisition of lands, including the West harbor barge
20		or ferry slip or both, West harbor dredging and
21		breakwater, West harbor cruise terminal, Pier 1 fuel

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

1		acqu	isition of lands, including the new multi-use
2		pier	<u>.</u>
3	(C)	Land	disposition matters in projects identified in the
4	commercia	l har	bors modernization plan, including land
5	acquisiti	on, l	easing, and conveyance, and acquisition of
6	easements	or r	ight-of-ways, shall continue to be under the
7	jurisdict	ion o	f the board of land and natural resources pursuant
8	to chapter 171.		
9	(d)	Exce	pt as otherwise provided in this subsection, the
10	harbors m	odern	ization group shall be comprised of thirteen
11	members,	as fo	llows:
12	(1)	The	following ex-officio voting members or their
13		desi	gnees:
14		(A)	The director of transportation;
15		(B)	The director of business, economic development,
16			and tourism;
17		(C)	The director of finance;
18		(D)	The mayor of the city and county of Honolulu and
19			the mayors of the counties of Hawaii, Maui, and
20			Kauai; and
21		(E)	The chairperson of the board of land and natural
22			resources; and
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1	(2) The	following voting members, appointed by the
2	gove	rnor pursuant to section 26-34:
3	(A)	Two public members from the maritime industry who
4		shall be directly involved with a harbor or
5		offshore mooring facility that is primarily for
6		the movement of commercial cargo, passenger, and
7		fishing vessels entering, leaving, or traveling
8		within the state harbor system, or directly
9		involved with an activity that requires and is
10		directly related to the loading, offloading,
11		storage, or distribution of goods and services by
12		means of seaborne transportation; and
13	(B)	Three members from the public at large, for
14		staggered terms pursuant to section 26-34;
15		provided that no member from the public at large
16		shall be an officer or employee of the State or
17		its political subdivisions.
18	Except as	provided in paragraph (2), regarding staggered
19	terms, the mem	bers of the harbors modernization group shall
20	serve for four	year terms and shall continue in office until
21	their respecti	ve successors have been appointed. The director

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1	of transportation shall serve as the chairperson of the harbors
2	modernization group.
3	Members shall serve without compensation, but each member
4	shall be reimbursed for expenses, including travel expenses,
5	incurred in the performance of their duties.
6	(e) The department of transportation may apply any
7	revenues derived from commercial development projects in the
8	state harbors to defray the cost of harbor infrastructure
9	improvements incurred within the State.
10	(f) All procurements relating to the harbors modernization
11	project shall be exempt from chapter 103D until June 30, 2016."
12	SECTION 6. Members of the harbor modernization group, as
13	of July 1, 2009, shall continue their service under the
14	department of transportation pursuant to this Act.
15	SECTION 7. All appropriations, records, equipment,
16	machines, files, supplies, contracts, books, papers, documents,
17	maps, and other personal property heretofore made, used,
18	acquired, or held by the Aloha Tower development corporation
19	with regard to harbor projects and development relating to the
20	functions transferred to the department of transportation shall
21	be transferred with the functions to which they relate.
22	SECTION 8. New statutory material is underscored. SB1316 SD2.DOC

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1 SECTION 9. This Act shall take effect on July 1, 2050.

#### Report Title:

Aloha Tower Development Corporation; Repeal

#### Description:

Abolishes Aloha Tower development corporation and transfers the jurisdiction and functions of the ATDC to the Hawaii community development authority except for the harbors modernization project. Transfers project from ATDC to DOT Harbors Division. Provides procurement code exemption for harbors modernization project until 2016. (SD2)