STAND. COM. REP. NO. 2384

Honolulu, Hawaii FEB 2 6 2010

RE: S.B. No. 2409

Honorable Colleen Hanabusa President of the Senate Twenty-Fifth State Legislature Regular Session of 2010 State of Hawaii

Madam:

Your Committee on Water, Land, Agriculture, and Hawaiian Affairs, to which was referred S.B. No. 2409 entitled:

"A BILL FOR AN ACT RELATING TO MARINE LIFE CONSERVATION DISTRICTS,"

begs leave to report as follows:

The purpose of this measure is to require that any conditions on permits issued for the taking of marine life or boating and coastal activities in Marine Life Conservation Districts shall be adopted pursuant to administrative procedures.

Testimony in support of this measure was submitted by one organization. One organization submitted comments, and one state agency submitted testimony in opposition. Written testimony presented to the Committee may be reviewed on the Legislature's website.

Companies engaging in operations at Molokini Island are required to have a Marine Life Conservation District permit, according to section 190-4, Hawaii Revised Statutes. The statute authorizes the Department of Land and Natural Resources to impose terms and conditions as deemed necessary for those permits. Recently, the existing permits for the Molokini Island companies expired and new permits with new conditions were imposed. The Molokini Island companies were included in discussions with the Department of Land and Natural Resources for the new conditions, however, shortly before the issuance of the new permits, there was a serious breakdown of communications. Some of the new conditions



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companies have experienced contractual hardships due to the new conditions, and face the possibility of future lawsuits for false advertising.

The Molokini Island companies recognize that it is a Marine Life Conservation District, and do not want to see the area damaged in any way. Molokini Island is an attractive destination because of its pristine condition. However, the companies feel that the new conditions were imposed in a swift manner, with no opportunity for feedback or negotiation. This measure would require the Department of Land and Natural Resources to follow administrative procedures, including public hearings, prior to being able to impose any conditions on this type of permit.

As affirmed by the record of votes of the members of your Committee on Water, Land, Agriculture, and Hawaiian Affairs that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2409 and recommends that it pass Second Reading and be placed on the calendar for Third Reading.

> Respectfully submitted on behalf of the members of the Committee on Water, Land, Agriculture, and Hawaiian Affairs,

CLAYCON HEE, Chair



The Senate Twenty-Fifth Legislature State of Hawaii

Record of Votes Committee on Water, Land, Agriculture and Hawaiian Affairs WTL

Bill / Resolution No.:*	Committee	Referral:	Da	te: 1	1
SB 2409	WTL	-	-	2/10	//0
The committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Ауе	Aye (WR)	Nay	Excused
HEE, Clayton (C)					
TOKUDA, JIII N. (VC)					
BUNDA, Robert			1/1		
FUKUNAGA, Carol			124.		/
KOKUBUN, Russell S.					
TAKAMINE, Dwight Y.					
HEMMINGS, Fred				1	
TOTAL		3			3
Recommendation:					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes