<u>H</u>.B. NO. 1020

A BILL FOR AN ACT

RELATING TO THE ALOHA TOWER DEVELOPMENT CORPORATION.

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

1	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3	repealed.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 to the department
7	of transportation.
8	SECTION 3. All appropriations, records, equipment,
9	machines, files, supplies, contracts, books, papers, documents,
10	maps, and other personal property heretofore made, used,
11	acquired, or held by the Aloha Tower development corporation
12	shall be transferred to department of transportation.
13	PART II
14	SECTION 4. Chapter 206E-32, Hawaii Revised Statutes, is
15	amended by adding:
16	The district shall also include the area bounded by Nimitz
17	Highway beginning at its intersection with the Diamond Head
18	boundary of tax map key 2-1-13:7 north along Nimitz Highway to

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							
14 15	continuing along a line in the same direction to its intersection with the Honolulu Harbor Federal Project Line;							
15	intersection with the Honolulu Harbor Federal Project Line;							
15 16	intersection with the Honolulu Harbor Federal Project Line; northeast along the Honolulu Harbor Federal Project Line to a							
15 16 17	intersection with the Honolulu Harbor Federal Project Line; northeast along the Honolulu Harbor Federal Project Line to a point in Honolulu Harbor 475 feet perpendicular to Pier 11;							
15 16 17 18	intersection with the Honolulu Harbor Federal Project Line; northeast along the Honolulu Harbor Federal Project Line to a point in Honolulu Harbor 475 feet perpendicular to Pier 11; southwest along a line parallel to Piers 10 and 11 to its							
15 16 17 18 19	intersection with the Honolulu Harbor Federal Project Line; northeast along the Honolulu Harbor Federal Project Line to a point in Honolulu Harbor 475 feet perpendicular to Pier 11; southwest along a line parallel to Piers 10 and 11 to its intersection with a line extending from the southwest end 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							

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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	PART III							
5	SECTION 5. Chapter 266, Hawaii Revised Statutes, is							
6	amended by adding a section to be appropriately designated and							
7	to read as follows:							
8	" <u>§266- Harbors modernization group; commercial harbors</u>							
9	modernization plan. (a) No later than July 1, 2010, the							
10	harbors modernization group shall be administratively placed							
11	under the department of transportation. The harbors							
12	modernization group shall have jurisdiction over the harbors							
13	modernization project, to undertake projects for the commercial							
14	harbors modernization plan. All projects, prior to							
15	implementation, shall be approved by the governor. If the							
16	governor approves a project, the harbors modernization group							
17	shall have expending authority over the approved project,							
18	notwithstanding any law to the contrary.							
19	For purposes of this subsection, the department of							
20	transportation shall seek the input and guidance of the United							
21	States Department of Transportation Maritime Administration in							
22	the management of the harbors modernization project; provided							

1	that the department of transportation may enter into an							
2	agreement with the United States Department of Transportation							
3	Maritime Administration for the purpose of infrastructure							
4	improvements of harbors statewide.							
5	(b) The harbors modernization group shall have							
6	jurisdiction over harbors projects, collectively to be known as							
7	the commercial harbors modernization plan, which shall be							
8	completed no later than June 30, 2017. These harbor projects							
9	shall be as follows:							
10	(1) Honolulu harbor. Development of infrastructure,							
11	expansion of facilities, and tenant relocations,							
12	including the development of the new Kapalama							
13	container terminal;							
14	(2) Kahului harbor. Development of infrastructure,							
15	expansion of facilities, tenant relocations, and							
16	acquisition of lands, including the West harbor barg							
17	or ferry slip or both, West harbor dredging and							
18	breakwater, West harbor cruise terminal, Pier 1 fuel							
19	line replacement and upgrade, East harbor breakwater,							
20	and Pier 2B strengthening;							

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1	(3)	Hana harbor. Development of infrastructure,								
2		demolition, as necessary, expansion of facilities, and								
3		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.								

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

BED-14(11)

1		vessels	entering, departing, or traveling within					
2		the state harbor system;						
3	<u>(B)</u>	An activity that requires or is otherwise						
4		directl	directly related to the loading, offloading,					
5		storage, or distribution of goods and services by						
6		means of seaborne transportation; or						
7	<u>(C)</u>	(C) Activities, which:						
8		<u>(i)</u>	Promote the welfare, growth, and economic					
9			interests of Hawaii's commercial harbors					
10	• *		and 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					
15			Hawaii 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 membe	ers of th	ne harbors modernization group shall serve					
21	for four year	terms ar	nd shall continue in office until their					
22	respective suc	cessors	have been appointed.					

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.
13	(f) The harbors modernization group shall cease to exist
14	when the harbors modernization project is completed."
15	" <u>§266-</u> Aloha Tower fund. There is created the Aloha
16	Tower fund, to be placed for administrative purposes under the
17	department of transportation. All:
18	(1) Moneys;
19	(2) Rentals;
20	(3) Charges; and
21	(4) Other revenues of the department from the Aloha Tower
22	Marketplace Project;

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1	<u>shall</u> be	deposited into the fund.
2		PART IV
3	SECT	ION 6. Notwithstanding any law to the contrary:
4	(1)	The two public members from the maritime industry, who
5		were serving on the harbors modernization group under
6		appointments effective on the day before the effective
7		date of this Act, shall continue to serve on the
8		harbors modernization group in the capacity of public
9		members from the maritime industry; and
10	(2)	The service of all other members on the harbors
11		modernization group as of the day before the effective
12		date of this Act shall terminate on the day before the
13		effective date of this Act.
14	SECT	ION 7. There is appropriated out of the Aloha Tower
15	Fund the	sum of \$ or so much thereof as may be
16	necessary	for fiscal year 2011-2012 for consultant services to
17	implement	the commercial harbors modernization plan and the
18	Aloha Tow	er Marketplace Project.
19	The	sum appropriated shall be expended by the department of
20	transport	ation for the purposes of this Act.
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SECTION 8. New statutory material is underscored.
SECTION 9. This Act shall take effect on July 1, 2011.
INTRODUCED BY:
INTRODUCED BY:

JAN 2 4 2011

<u>Н</u>.в. NO. **1020**

Report Title:

Aloha Tower Development Corporation; Repeal; Appropriation

Description:

Abolishes Aloha Tower development corporation. Transfers the ATDC assets to the department of transportation. Transfers the zoning and planning jurisdiction to the Hawaii community development authority. Makes appropriation. Effective on July 1, 2011.

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JUSTIFICATION SHEET

DEPARTMENT:	Business,	Economic	Development,	and	Tourism

TITLE: A BILL FOR AN ACT RELATING TO ALOHA TOWER DEVELOPMENT CORPORATION.

PURPOSE: Dissolve the Aloha Tower Development Corporation; Transfer assets and powers to the Department of Transportation except for the zoning and planning which transfers to the Hawaii Community Development Authority.

- MEANS: Repeal of Chapter 206J, Hawaii Revised Statutes; Amend Section 206E-32, Hawaii Revised Statutes and Chapter 266, Hawaii Revised Statutes.
- JUSTIFICATION: This proposed bill is the complimenting piece to the Legislature's decision to eliminate the Aloha Tower Development Corporation's operating budget.

Impact on the public: Minimal impact as the Aloha Tower Development Corporation currently does not have an office and staff. Also the Department of Transportation administratively assumed management of the Harbors Modernization Plan projects.

Impact on the department and other agencies: The Department of Transportation will assume additional responsibilities, most of which it already administers. The Hawaii Community Development Authority will increase its zoning and planning jurisdiction to include the Aloha Tower Project Area.

GENERAL FUND: None.

OTHER FUNDS: Aloha Tower Fund.

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PPBS PROGRAM DESIGNATION:

BED 151; TRN 301

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OTHER AFFECTED AGENCIES:

Department of Transportation; Hawaii Community Development Authority.

EFFECTIVE DATE: July 1, 2011.