



658 Front Street #127 Lahaina, HI 96761 (808) 661-3756 1-800-695-2624 Fax (808) 661-0544

March 21, 2011

VIA EMAIL AS NOTED:

Committee on Transportation Representative Joseph M. Souki, Chair Representative Linda Ichiyama, Vice Chair

repsouki@capitol.hawaii.gov repichiyama@capitol.hawaii.gov

TRNtestimony@Capitol.hawaii.gov

Finance Committee Representative Marcus R. Oshiro, Chair Representative Marilyn B. Lee, Vice Chair

repmoshiro@capitol.hawaii.gov replee@capitol.hawaii.gov

Committee on Transportation & Internal Affairs Senator J. Kalani English, Chair Senator Will Espero, Vice Chair

senenglish@capitol.hawaii.gov senespero@capitol.hawaii.gov

Ways & Means Committee Senator David Y. Ige, Chair Senator Michelle Kidani, Vice Chair

sendige@capitol.hawaii.gov senkidani@capitol.hawaii.gov

RE: HB 1239/SB 1127, State Ferry System

Senators and Representatives:

On February 19, 2011, we, the owners of Hone Heke Corporation, dba Expeditions Ferry submitted a letter questioning the current drafting of the above mentioned bills because they failed to address the two operating ferry systems in Maui County. We submit this testimony and suggested amendment to the bill because we still believe strongly our concerns need to be addressed.

We have also talked to various of you and have been told that the bills do not relate to our ferry operations. While it does seem that the intent of the bill is to institute a "High speed ferry vessel" capable of operating at thirty knots and of carrying 500 passengers and two hundred cars, the current language specifically allows a small ferry between the islands of Maui, Molokai and Lanai (See § -3 (b)).

We would propose that §3(b) be amended to read:

(b) At minimum, the authority shall operate one high speed ferry vessel.



658 Front Street #127 Lahaina, HI 96761 (808) 661-3756 1-800-695-2624 Fax (808) 661-0544

We also question the wisdom, in light of the Superferry issues, of creating an exception for the need to obtain a certificate of public convenience and necessity. This bill's exemption of the new ferry service from having to comply with PUC requirements gives it an unfair competitive advantage and does not help local businesses or create the opportunity for appropriate public participation and input.

Again, while we support the concept of a state wide ferry service, this bill must be amended. We need to keep what works in place; repair the infrastructure to support current use; and then create a self-sustaining ferry system to support *new and different* markets than those already being served.

Thank you for your consideration of our concerns.

The Owners & Employees of Hone Heke Cor	p.
Bill Caldwell, President	Steven Knight, Vice President
Mancy Hoffner, Secretary	Ken Christopher, Owner
Hal Pestana, Owner	Alan Steed, Owner
Al Malone, Owner	Mat Holtvedt, Owner
Corinna Nakagawa, Owner	Mark Birdsall, Owner
Stephen Beresford, Owner	Jerry Pintur, Owner

EXPEDITIONS

658 Front Street #127 Lahaina, HI 96761 (808) 661-3756 1-800-695-2624 Fax (808) 661-0544

Lani Delatori, Owner	Brad Curtis, Owner
Michelle Delzer, Owner	Roger Hargreaves, Owner

Attachments: February 19, 2011

Senator Rosalyn Baker, senbaker@capitol.hawaii.gov cc: Senator Shan Tsutsui, sentsutsui@capitol.hawaii.gov

Representative Gilbert Keith-Agaran, repkeithagaran@capitol.hawaii.gov

Representative Angus McKelvey, repmckelvey@capitol.hawaii.gov Representative George Fontaine, repfontaine@capitol.hawaii.gov

Representative Mele Carroll, repcarroll@capitol.hawaii.gov

Representative Kyle Yamashita, repyamashita@capitol.hawaii.gov