## A BILL FOR AN ACT

RELATING TO CARGO INSPECTIONS.

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

SECTION 1. The legislature finds that the 2016 New Year's celebration on Oahu saw a significant increase in the use of illegal aerial fireworks. From November through December of 2015 over 3,000 complaints were made to the Honolulu police department regarding firework usage. The number of arrests for fireworks violations also increased over this time and an

- 7 historical home in Ewa caught fire and sustained thousands of
- 8 dollars of damage as a result of an illegal aerial firework.
- 9 The ease of importing illegal explosives into the State is a
- 10 public safety concern that impacts all Hawaii residents and
- 11 businesses.
- 12 The legislature further finds that the inspection of
- 13 shipping containers, whether by the State or counties, is a
- 14 major element in the fight against terrorism and illegal
- 15 fireworks. Particularly in light of the State's geographical
- 16 isolation and the numerous containers arriving by ship, it is
- 17 imperative that the State broaden its inspection of incoming

- 1 shipping containers. Over ninety per cent of the more than two
- 2 hundred thousand shipping cargo containers that arrive in Hawaii
- 3 each year are from the continental United States. Only a small
- 4 fraction of these containers, however, are inspected by
- 5 government agencies. The lack of sufficient cargo inspections
- 6 means that there is ample opportunity for illegal fireworks and
- 7 explosives to be smuggled into the State. The legislature also
- 8 finds that increased inspections need to be carefully crafted to
- 9 avoid delays and inefficiencies in harbor operations that could
- 10 impede commerce. One approach is to use explosive-sniffing
- 11 dogs, which the sheriff division of the department of public
- 12 safety currently have at their disposal, to inspect cargo after
- 13 arrival at the harbors.
- 14 The legislature further finds that the Report of the
- 15 Illegal Fireworks Task Force to the Legislature for the Regular
- 16 Session of 2011, which was prepared in accordance with Act 170,
- 17 Session Laws of Hawaii 2010, made recommendations in an effort
- 18 to reduce illegal firework use and importation. These
- 19 recommendations include increased fireworks fees and fines,
- 20 increased random inspections of cargo containers, and promotion
- 21 of cooperation among stakeholders.

1 The purpose of this Act is to implement recommendations 2 from the Report of the Illegal Fireworks Task Force to the 3 Legislature for the Regular Session of 2011 and establish a shipping container inspection program using explosive-sniffing 4 5 dogs to inspect cargo shipments after arrival at the harbors. 6 SECTION 2. Chapter 266, Hawaii Revised Statutes, is 7 amended by adding three new sections to be appropriately 8 designated and to read as follows: 9 "\$266-A Power to inspect shipping containers. (a) In 10 addition to any other powers provided by law, the department of 11 public safety, sheriff division, may in its discretion inspect 12 any shipping container situated anywhere at any commercial harbor, as defined in section 266-1, or work site to detect and 13 14 confiscate any material constituting a threat directly or 15 indirectly to the security of life or property in Hawaii, 16 including explosives, but excluding fireworks regulated under 17 chapter 132D. 18 The department of public safety, sheriff division, may 19 collaborate with any federal agency, including any of the United 20 States armed services, and state and county agencies to effectuate this section. The department of public safety shall 21

1	serve as t	the lead state agency to coordinate the inspection of
2	shipping o	containers pursuant to this section.
3	<u>(c)</u>	This section shall supersede any labor work rules or
4	contracts	that are contrary to the intent of this section.
5	<u>§266-</u>	-B Shipping container inspection program. (a) The
6	department	of public safety, in collaboration with the
7	department	ts of defense and transportation, and any federal
8	agencies,	including any of the United States armed services,
9	state ager	ncies, and private organizations involved with shipping
10	cargo into	o the State, shall develop and implement a program to
11	randomly :	inspect shipping containers arriving in Honolulu for
12	illegal f:	ireworks and explosives smuggled into the State. The
13	program sl	hall begin no later than October 1, 2016.
14	(b)	The shipping container inspection program shall:
15	(1)	Include the use of explosive-sniffing dogs to inspect
16		incoming shipping containers to the greatest
17		reasonable extent;
18	(2)	Prioritize resources toward high risk containers over
19		low risk containers; for purposes of this paragraph
20		"low risk container" includes shipping containers
21		containing goods to be delivered to the military,

1		state or county agencies, established businesses, and
2		major retailers;
3	(3)	Conduct the majority of inspections away from ports,
4		to allow timely removal of shipping containers and
5		avoid off-loading delays;
6	(4)	Inspect all shipping containers containing legal
7		fireworks using personnel who are able to distinguish
8		commercial fireworks from illegal fireworks;
9	<u>(5)</u>	Include random inspections of freight forwarder
10		warehouses and other facilities where consolidated
11	•	cargo transported from any state harbor to the final
12	·	destination is segregated and prepared for delivery;
13	<u>(6)</u>	Include random inspections of common carriers, at the
14		discretion of the department of public safety, sheriff
15		division; and
16	<u>(7)</u>	Balance safety concerns with commercial interests to
17		avoid increases in consumer costs.
18	(c)	Beginning July 1, 2016, the department of
19	transport	ation shall assess a fee of \$1 for each shipping
20	container	arriving in the State. Beginning July 1, 2017, the
21	departmen	t of transportation shall assess a fee of \$2 for each

- 1 shipping container arriving in the State. All fees received by
- 2 the department of transportation pursuant to this subsection
- 3 shall be deposited into the shipping container inspection
- 4 program special fund established under section 266-C.
- 5 (d) The department of public safety shall coordinate and
- 6 conduct the random inspection of shipping containers pursuant to
- 7 this section, as authorized under section 266-A. The Hawaii
- 8 national guard may be utilized to assist in the random
- 9 inspection of shipping containers.
- 10 (e) The department of public safety may request funding
- 11 from the federal government for homeland security and port
- 12 security measures and work with the military to secure other
- 13 funding sources for the purposes of the program.
- 14 (f) The department of public safety shall adopt rules in
- 15 accordance with chapter 91 for the purposes of this section.
- 16 §266-C Shipping container inspection program special fund.
- 17 (a) There is established in the state treasury the shipping
- 18 container inspection program special fund, into which shall be
- 19 deposited:
- 20 (1) Appropriations by the legislature to the special fund;

# H.B. NO.WS

1	(2)	Gifts, donations, and grants from public agencies and
2		private persons; and
3	(3)	All proceeds collected by the department of
4		transportation from shipping container import fees
5		under section 266-B(c).
6	(b)	All moneys in the special fund shall be used for
7	support a	nd administration of the shipping container inspection
8	program e	stablished under section 266-B."
9	SECT	ION 3. Section 132D-14, Hawaii Revised Statutes, is
10	amended b	y amending subsection (b) to read as follows:
11	"(b)	Except as provided in subsection (a) or as otherwise
12	specifica	lly provided for in this chapter, any person violating
13	any other	provision of this chapter, shall be fined not more
14	than [ <del>\$2,</del>	000] <u>\$5,000</u> for each violation."
15	SECT	ION 4. No later than twenty days prior to the
16	convening	of the 2017 and 2018 regular sessions, the department
17	of public	safety shall submit to the legislature a report on the
18	implement	ation of the shipping container inspection program
19	establish	ed pursuant to this Act. The report shall include
20	findings	and recommendations, including costs expended to date,

### H.B. NO. WS

- 1 the estimated cost of operating the program, and any proposed
- 2 legislation.
- 3 SECTION 5. There is appropriated out of the general
- 4 revenues of the State of Hawaii the sum of \$250,000 or so much
- 5 thereof as may be necessary for fiscal year 2016-2017 to be
- 6 deposited into the shipping container inspection program special
- 7 fund established pursuant to this Act.
- 8 SECTION 6. There is appropriated out of the shipping
- 9 container inspection program special fund the sum of \$250,000 or
- 10 so much thereof as may be necessary for fiscal year 2016-2017
- 11 for costs to establish and administer the shipping container
- 12 inspection program, including the purchase, care, and handling
- 13 of at least two explosive-sniffing dogs.
- 14 The sum appropriated shall be expended by the department of
- 15 public safety for the purposes of this Act.
- 16 SECTION 7. In codifying the new sections added by section
- 17 2 of this Act, the revisor of statutes shall substitute
- 18 appropriate section numbers for the letters used in designating
- 19 the new sections in this Act.
- 20 SECTION 8. Statutory material to be repealed is bracketed
- 21 and stricken. New statutory material is underscored.

- 1 SECTION 9. This Act shall take effect upon its approval;
- 2 provided that sections 5 and 6 of this Act shall take effect on
- 3 July 1, 2016.

4

INTRODUCED BY:

Makishumi

Jack Manh Soorthan

Cindy Evano

Califul Say

JAN 2 6 2016

#### Report Title:

Department of Public Safety; Sheriff Division; Department of Transportation; Shipping Container Inspection Program; Illegal Fireworks; Explosives; Fees; Penalties; Appropriation

#### Description:

Increases fines for violations of the fireworks control law. Authorizes the department of public safety, sheriff division, to inspect shipping containers for explosives and illegal fireworks. Requires DPS, in collaboration with DOD, DOT, and other federal and state agencies, to establish a shipping container inspection program to randomly inspect shipping containers for illegal fireworks and explosives using explosive-sniffing dogs. Requires DOT to assess a fee of \$1 on all shipping containers for FY 2016-2017 and a fee of \$2 thereafter to fund the program. Establishes the shipping container inspection program special fund. Makes an appropriation.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.