STAND. COM. REP. NO. 741

Honolulu, Hawaii

MAR 0 3 2017

RE: S.B. No. 110 S.D. 2

Honorable Ronald D. Kouchi President of the Senate Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 110, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO AQUATIC RESOURCES,"

begs leave to report as follows:

The purpose and intent of this measure is to authorize the Department of Land and Natural Resources to use aquatic in-lieu fee mitigation as a form of compensatory mitigation for damage to aquatic habitats or resources.

Your Committee received written comments in support of this measure from the Department of Land and Natural Resources, Ocean Tourism Coalition, Democratic Party of Hawaii, The Nature Conservancy, and one individual.

Your Committee finds that authorizing aquatic in-lieu fee mitigation will provide the Department of Land and Natural Resources with an effective mechanism to restore, create, enhance, and preserve aquatic habitats and resources. Your Committee further finds that in-lieu fee mitigation involves a third party mitigation sponsor who accepts funds from permit applicants or responsible parties required to provide compensation in order to mitigate actual natural resource damage or prospective compensation. The sponsor then uses these funds to develop restoration projects. In-lieu fee sponsors are often public or private entities with experience, scientific expertise, and a

vested long-term interest in natural resources conservation. Your Committee recognizes that this will enable the Department of Land and Natural Resources to improve state stewardship of aquatic public trust resources and habitats, increase accountability for damage to aquatic resources, and provide higher remediation to restore damaged resources.

Your Committee has amended this measure by making a technical nonsubstantive change to comport with standard drafting conventions.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 110, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 110, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

JILL N. TOKUDA, Chair

The Senate Twenty-Ninth Legislature State of Hawaiʻi

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee		Dat	Date: 237d 2017	
3B 110,501	WTL, WAM			- 5 to 1	7017
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		Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)					
DELA CRUZ, Donovan M. (VC)					
ENGLISH, J. Kalani				-	
GALUTERIA, Brickwood		/			
HARIMOTO, Breene		/			
INOUYE, Lorraine R.		.:			
KAHELE, Kaiali'i	***				
RIVIERE, Gil					
SHIMABUKURO, Maile S.L.					
TANIGUCHI, Brian T.	· · ·		7	· .	
WAKAI, Glenn					
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TOTAL	_	ط			5
Recommendation:					
Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original File with Committee Re	Yellow eport Clerk's Office [Pink Prafting Agency		

*Only one measure per Record of Votes