HB 1119

RELATING TO BOILER AND ELEVATOR SAFETY LAW.

LAB,FIN



<u>S</u>ubmit Testimony

Measure Title:	RELATING TO BOILER AND ELEVATOR SAFETY LAW.	
Report Title:	Boiler and Elevator Safety Law; Boiler and Elevator Special Fund	
Description:	Makes housekeeping amendments to Boiler and Elevator Safety Law; extends the time from five to ten years for the Director of Labor and Industrial Relations to reimburse the general fund from the Boiler and Elevator Special Fund.	
Companion:	<u>SB985</u>	
Package:	Governor	
Current Referral:	LAB, FIN	
Introducer(s):	SOUKI (Introduced by request of another party)	

Sort by Date		Status Text
1/23/2017	Н	Pending introduction.
1/25/2017	Н	Pass First Reading
1/27/2017	Н	Referred to LAB, FIN, referral sheet 5
2/6/2017	Н	Bill scheduled to be heard by LAB on Thursday, 02-09-17 10:00AM in House conference room 309.

S = Senate | H = House | D = Data Systems | \$ = Appropriation measure | ConAm = Constitutional Amendment Some of the above items require Adobe Acrobat Reader. Please visit <u>Adobe's download page</u> for detailed instructions.

H.B. NO. 1119

A BILL FOR AN ACT

RELATING TO BOILER AND ELEVATOR SAFETY LAW.

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

SECTION 1. Section 397-3, Hawaii Revised Statutes, is
amended by amending the definition of "elevators and kindred
equipment" to read as follows:

4 ""Elevators and kindred equipment" as used in this chapter 5 means elevators, escalators, dumbwaiters, moving walks, stage 6 lifts, [mechanized parking elevators, manlifts,] inclined lifts, 7 personnel hoists, [aerial tramways,] permanently installed 8 material lifts, [personal automatic trains] and any other 9 similar mechanized equipment used to convey people in places 10 other than a public right-of-way."

SECTION 2. Section 397-5, Hawaii Revised Statutes, is amended to read as follows:

13 "§397-5 Fees. (a) The director may prescribe reasonable 14 fees to be charged for inspection, examination, other services 15 rendered and for permits, certificates, or licenses, the 16 issuance of which are required by this chapter or by any rules 17 of the department adopted pursuant to this chapter, and for:

1 Inspections by the department of any boiler, pressure (1)2 system, amusement ride, and elevator and kindred 3 equipment for which a permit or certificate is 4 required for its installation, operation, or use, and 5 which is required to be inspected by this chapter or 6 by any rules of the department; and 7 (2) Examination of any person applying for permits, 8 certificates, or licenses as required by this chapter 9 or by any rules of the department. 10 (b) All fees received by the department pursuant to this 11 section shall be paid into the boiler and elevator special fund. 12 Effective July 1, 2012, the fees for inspections, (C) 13 permits, and examinations of boilers, pressure systems, 14 elevators, kindred equipment, and amusement rides shall be as prescribed by the schedules in this section; provided that the 15 16 director may adopt rules pursuant to chapter 91 to amend the 17 fees specified in this section. 18 SCHEDULE A: Boiler and Pressure System Fees 19 Installation, Repair, and Alteration Permit Fees: 20 Power boilers (shall pass a hydrostatic test unless (1) 21 indicated otherwise): 22 Miniature electric (no hydrostatic test

1		required)	\$ 190
2		Less than 500 square feet of heating	
3		surface	\$ 250
4		Greater than or equal to 500 and less	
5		than or equal to 3,000 square feet of	
6		heating surface	\$ 400
7		Greater than 3,000 square feet of heating	
8		surface	\$ 750
9	(2)	Heating boiler	\$ 190
10		Retrofit	\$ 160
11	(3)	Pressure vessel	\$ 175
12		Retrofit	\$ 130
13	(4)	Sterilizers and steam kettles	\$ 150
14		Retrofit	\$ 110
15	(5)	Repair application fee	\$ 200
16	(6)	Alteration application fee	\$ 500
17	Exam	ination and License Fees:	
18	(1)	Boiler inspectors certificate of competency	
19		examination fee	\$ 300
20	(2)	Review of shops and facilities for the	
21		issuance of National Board or American	
22		Society of Mechanical Engineers	

1		certificate of authorization	\$ 1,500
2	(3)	Review of shops and facilities for the	
3		issuance of Non-Boiler External Piping	
4		certificate of authorization	\$ 750
5	(4)	Boiler inspector's Hawaii commission,	
6		initial and renewal	\$75
7	Inte	rnal and External Inspection Fees:	
8	(1)	Power boilers:	
9		Without manholes	\$ 150
10		With manholes but less than or equal to	
11		3,000 square feet of heating surface	\$ 180
12		With manholes greater than 3,000 and less	
13		than or equal to 10,000 square feet of	
14		heating surface	\$ 260
15		With manholes and over 10,000 square	
16		feet of heating surface	\$ 450
17	(2)	Heating boilers:	
18		Hot water supply	\$ 130
19		Steam and water heating without manholes	\$ 110
20		Steam, over 100 square feet but not over	
21		500 square feet of heating surface	\$ 140
22		All with manholes and steam over 500	

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1		square feet of heating surface	\$ 170
2	(3)	Pressure vessels:	
3		Routine inspections	\$ 65
4		Internal for air or water service	\$ 1 30
5		Ultrasonic testing	\$ 130
6	(4)	For all other types of inspections	
7		an hourly fee is assessed	\$ 100
8	(5)	Hydrostatic test	\$ 300
9	(6)	School "specials" (non-code objects)	\$ 10
10	Repo	rts and Permit Processing Fees:	
11	(1)	Report and permit	\$ 25
12	(2)	Permit reprint	\$ 20
13	(3)	Signed permit card (old issue)	\$ 10
14	(4)	Owner portal	\$5
15		SCHEDULE B: Elevator and Kindred Equipmer	nt Fees
16	Inst	allation and Alteration Permits:	
17	(1)	Alteration involving only the replacement	of
18		up to two parts (such as a valve, a jack,	
19		or a cylinder) \$	150
20	(2)	Alteration involving only cosmetic change	S
21		(such as car interior modernizations)	\$ 300
22	(3)	Alterations of more than two parts, or	

1		components, and/or subsystems:		
2		1 - 3 floors	\$	600
3		4 - 9 floors	\$	650
4		10 - 19 floors	\$	700
5		20 - 29 floors	\$	750
6		30 - 39 floors	\$	800
7		40 or more floors	\$	900
8	(4)	Where alterations to four or more units at		
9		the same location are identical, the fee for		
10		each additional alteration permit shall be		
11		reduced by fifty per cent. The applications		
12		must be submitted at the same time to qualify	Y	
13		for the fee reduction.		
14	(5)	Installation of new elevators (including mate	eri	al
15		lifts) and kindred equipment:		
16		Dumbwaiter	\$	500
17		Escalator, moving walk, or moving ramp	\$	500
18		Hand elevator[, manlift,] or stage lift	\$	500
19		Wheelchair or stairway lifts	\$	500
20		Elevator, 1 - 3 floors	\$	600
21		Elevator, 4 - 9 floors	\$	650

1		Elevator, 10 - 19 floors	\$ 700
2		Elevator, 20 - 29 floors	\$ 750
3		Elevator, 30 - 39 floors	\$ 800
4		Elevator, 40 or more floors	\$ 900
5		[Acrial tramways	\$ 900]
6		Personnel hoists	\$ 250
7		Inclined tunnel lifts	\$ 500
8			
9		(For elevators, such as observation or deep	
10		well elevators, which have considerable rise	
11		but few openings, each ten feet of vertical	
12		rise shall be considered one floor for the	
13		purpose of determining installation or	
14		alteration permit fees.)	
15	(6)	Temporary use permits (construction car)	\$ 450
16	(7)	For each valid alteration or installation	
17		permit, the department shall provide one	
18		inspection per unit.	
19	(8)	The fee for each additional inspection or	
20		witnessing of tests, or both, shall be \$300	
21		per day for up to two hours and \$600 per day	
22		for more than two hours if during the normal	

1		workday. Fees for overtime hours shall	
2		be \$600 per day for up to two hours and	
3		\$1,200 per day for more than two hours.	
4	(9)	Each installation or alteration permit	
5		shall be valid for up to one year from date	
6		of issuance.	
7	Insp	ection Fees:	
8	(1)	Permit renewal inspection fees:	
9		Dumbwaiter	\$ 140
10		Escalator, moving walk, or moving ramp	\$ 150
11		Hand elevator[, manlift,] or stage lift	\$ 150
12		Wheelchair or stairway lifts	\$ 150
13		Hydraulic elevator holed	\$ 150
14		Hydraulic elevator holeless	\$ 200
15		Traction elevator:	
16		1 - 3 floor rise	\$ 225
17		4 - 9 floor rise	\$ 250
18		10 - 19 floor rise	\$ 275
19		20 - 29 floor rise	\$ 325
20		30 - 39 floor rise	\$ 400
21		40 or more floor rise	\$ 475
22		[Acrial tramways	\$ 400]

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1		Personnel hoists	\$	175
2		Inclined tunnel lifts	\$	220
3	(2)	Safety, load or internal test (witness fees)	:	
4		3-year safety test	\$	200
5		5-year safety test	\$	300
6		Escalator internal	\$	100
7	(3)	Permit renewal and witness fees are per		
8		inspection, which may constitute one day or		
9		part of the day. If the inspector is require	ed	
10		to return on another day or at another time		
11		on the same day, additional fees shall be		
12		assessed at the rate of \$300 per day for up		
13		to two hours and \$600 per day for more than		
14		two hours. Fees for overtime hours shall be		
15		\$600 per day for up to two hours and \$1,200		
16		per day for more than two hours.		
17		SCHEDULE C: Amusement Ride Fees		
18	Insp	ection Fees:		
19	(1)	Permit renewal inspection fees:		
20		Amusement ride	\$	100
21	(2)	Permit renewal fees are per inspection,		
22		which may constitute one day or part of the		

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LBR-09(17)

1 day. If the inspector has to return on 2 another day or at another time within the 3 same day, additional fees shall be assessed 4 at the rate of \$300 per day for up to two hours 5 and \$600 per day for more than two hours. Fees 6 for overtime hours shall be \$600 per day for up 7 to two hours and \$1,200 per day for more than 8 two hours." 9 SECTION 3. Section 397-13, Hawaii Revised Statutes, is 10 amended to read as follows: 11 "[+]§397-13[+] Boiler and elevator special fund; 12 establishment; purposes. (a) There is established in the state 13 treasury the boiler and elevator special fund, into which shall 14 be deposited all fees collected pursuant to section 397-5 and 15 any appropriation from the legislature. All interest and 16 investment moneys earned on any moneys in the special fund shall 17 become part of the special fund. 18 (b) The purpose of the special fund is to provide for 19 sufficient operating costs to carry out the purposes of this 20 chapter. Moneys in the fund may be expended for: 21 (1) Personnel and operating expenses;

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1	(2)	Staff training and staff certification fees and
2		expenses;
3	(3)	Preparation and dissemination of public information on
4		safe installation and use of equipment regulated by
5		this chapter;
6	(4)	Preparation of annual reports to the legislature as
7		required by this chapter; and
8	(5)	Reimbursement to the general fund as required by this
9		section.
10	(c)	The director shall submit a report to the legislature
11	on the st	atus of the boiler and elevator special fund, including
12	expenditu	res and program results, not less than twenty days
13	prior to	the convening of each regular session.
14	(d)	No later than [five] <u>ten</u> years from the date of the
15	establish	ment of the special fund, the director shall reimburse
16	the gener	al fund for the amount of any initial appropriation
17	that was	made by the general revenues of the State to the
18	special f	und."
19	SECT	ION 4. This Act does not affect the rights and duties
20	that matu	red, penalties that were incurred, and proceedings that
21	were begu	n before its effective date.

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SECTION 5. Statutory material to be repealed is bracketed
and stricken. New statutory material is underscored.

3 SECTION 6. This Act shall take effect upon its approval.

X INTRODUCED BY: BY REQUEST

JAN 2 3 2017

Report Title: Boiler and Elevator Safety Law; Boiler and Elevator Special Fund

Description:

Makes housekeeping amendments to Boiler and Elevator Safety Law; extends the time from five to ten years for the Director of Labor and Industrial Relations to reimburse the general fund from the Boiler and Elevator Special Fund.

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

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JUSTIFICATION SHEET

Labor and Industrial Relations DEPARTMENT: TITLE: A BILL FOR AN ACT RELATING TO BOILER AND ELEVATOR SAFETY LAW. PURPOSE: To make housekeeping amendments to the definition of elevators and kindred equipment and to extend the time from five to ten years for the Director to reimburse the general fund from the Boiler and Elevator Special Fund. Amend sections 397-3, 397-5, and 397-13, MEANS: Hawaii Revised Statutes (HRS). JUSTIFICATION: This proposal also makes housekeeping amendments to the definition of elevators and kindred equipment by deleting certain types of equipment from the definition. Mechanized parking elevators are no longer part of the national consensus standards (American Society of Mechanical Engineers [ASME] A17.1, Safety Code for Elevators and Escalators), therefore, there is no code to adhere to for inspections. In addition, mechanized parking elevators are not intended nor designed to move people. The jurisdiction for manlifts has transitioned to the other branches within the Hawaii Occupational Safety and Health Division (HIOSH) because HIOSH considers manlifts to be hazardous equipment requiring safety training for employees who use them. Furthermore, ASME A17.1, Safety Code for Elevators and Escalators excludes manlifts. There are currently six manlifts in the state. Aerial tramways are commonly found in mountainous areas and used for the purposes of accessing remote areas in high elevations and for sightseeing. There are no aerial tramways in the State and DLIR believes that it is

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highly unlikely that such equipment would be built for the foreseeable future. Furthermore, the national consensus standards for this type of equipment is not currently covered by the ASME A17.1, Safety Code for Elevators and Escalators.

Personal automatic trains is an antiquated term and DLIR was unable to obtain evidence of their existence by searching the internet.

This proposal also extends the time for the Director to reimburse the general fund from the Boiler and Elevator Special Fund from five to ten years, which will help ensure that safety operations can continue while maintaining a feasible repayment schedule.

<u>Impact on the public:</u> This measure will ensure that Boiler and Elevator safety operations will be adequately funded while maintaining a feasible repayment schedule to the general fund. The public will be continue to benefit from adequate enforcement of Boiler and Elevator safety regulations.

Impact on the department and other agencies: This will ensure that the Boiler and Elevator Special Fund will have sufficient reserves to allow for continuing operations, while maintaining a feasible repayment schedule to the general fund.

GENERAL FUND:	None.
OTHER FUNDS:	Boiler and Elevator Special Fund.
PPBS PROGRAM DESIGNATION:	LBR143.
OTHER AFFECTED AGENCIES:	None.

SHAN S. TSUTSUI LIEUTENANT GOVERNOR





STATE OF HAWAII DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS 830 PUNCHBOWL STREET, ROOM 321 HONOLULU, HAWAII 96813

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February 9, 2017

- To: The Honorable Aaron Ling Johanson, Chair, The Honorable Daniel Holt, Vice Chair, and Members of the House Committee on Labor & Public Employment
- Date: Thursday, February 9, 2017
- Time: 10:00 a.m.
- Place: Conference Room 309, State Capitol
- From: Linda Chu Takayama, Director Department of Labor and Industrial Relations (DLIR)

Re: H.B. No. 1119 Relating to Boiler and Elevator Safety Law

I. OVERVIEW OF PROPOSED LEGISLATION

This proposal makes housekeeping amendments to the Boiler and Elevator Safety Law and extends the time from five to ten years for the Director to reimburse the general fund from the Boiler and Elevator Special Fund.

The Department strongly supports this measure.

II. CURRENT LAW

Sections 397-3, 397-5, and 397-13, Hawaii Revised Statutes (HRS), currently reference mechanized parking elevators, manlifts, aerial tramways, and give a period of five years for the Director to reimburse the general fund from the Boiler and Elevator Special Fund.

III. COMMENTS ON THE HOUSE BILL

• Mechanized parking elevators are no longer part of the national consensus standards (American Society of Mechanical Engineers [ASME] A17.1, Safety Code for Elevators and Escalators). In addition, mechanized parking elevators are not intended nor designed to move people.

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- The jurisdiction for manlifts has transitioned to the other Branches within the Hawaii Occupational Safety and Health Division (HIOSH) because HIOSH considers manlifts to be hazardous equipment requiring safety training for employees who use them. Furthermore, ASME A17.1, Safety Code for Elevators and Escalators excludes manlifts. There are currently six manlifts in the State.
- Aerial tramways are commonly found in mountainous areas and used for the purposes of accessing remote areas in high elevations and for sightseeing. There are no aerial tramways in Hawaii and DLIR believes that it is highly unlikely that such equipment would be built for the foreseeable future. Furthermore, the national consensus standards for this type of equipment is not currently covered by the ASME A17.1, Safety Code for Elevators and Escalators.
- Personal automatic trains is an antiquated term and DLIR was unable to obtain evidence of their existence by searching the internet.
- This measure will ensure that Boiler and Elevator safety operations will be adequately funded while maintaining a feasible repayment schedule to the general fund.





International Union of Elevator Gonstructors

The Twenty-Ninth Legislature Regular Session of 2017 Hawaii State House of Representatives Committee On Labor and Public Employment

> Thursday, February 9, 2017 10:00 AM, Conference Room 309

House Bill No. 1119 - Relating to the Boiler and Elevator Safety Law

The Honorable Aaron Ling Johanson, Chair, Daniel Holt, Vice-Chair, and Esteemed Members of the House Committee On Labor and Public Employment

HB1119 seeks to amend the Boiler and Elevator Safety Law. There are housekeeping amendments and more importantly a request to extend the time from five to ten years for the Director of Labor and Industrial Relations to reimburse the general fund from the Boiler and Elevator Special Fund.

Since the inception of the Special Fund and the disbursement of the initial seed money the Boiler and Elevator Inspection Division of the Department of Labor and Industrial Relations has been very diligent in its efforts to repay their debt.

One of the purposes of the seed money was to create more elevator inspector positions in which to reduce the large backload of annual elevator inspections. Unfortunately, due to forces outside the control of the Boiler and Elevator Inspection Division some of those elevator inspector positions have gone unfilled. This lack of inspectors has caused a ripple effect throughout the industry and there has not been an adequate reduction to the number of outstanding annual elevator inspections, which in turn has not generated the projected amount of revenue.

Most, if not all of the current inspectors have come directly from the International Union of Elevator Constructors, Local 126 and we are working closely with the Department of Labor and Industrial Relations so as to provide the much needed manpower. The intent and goal of the Boiler and Elevator Inspection Division was to be self-sufficient within the original ten years, if not less, and the lack of generated revenue has necessitated the need for another five years in which to fulfill their obligation. For this reason the International Union of Elevator Constructors, Local 126 is in **strong support** of HB 1119.

Respectfully submitted,

Male Jamane Marc Yamane

Business Representative International Union of Elevator Constructors, Local 126

HB 1119 Late testimony