DAVID Y. IGE GOVERNOR

June 8, 2021

EXECUTIVE CHAMBERS
HONOLULU

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty First State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty First State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 8, 2021, the following bill was signed into law:

HB1019 HD2 SD2 CD1

RELATING TO OCEAN STEWARDSHIP. ACT 046 (21)

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

Approved by the Governor

Jun 0 8 2021

ORIGINAL

ACT 0 4 6

H.B. NO. H.D. 2
S.D. 2
C.D. 1

HOUSE OF REPRESENTATIVES THIRTY-FIRST LEGISLATURE, 2021 STATE OF HAWAII

A BILL FOR AN ACT

RELATING TO OCEAN STEWARDSHIP.

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

1 SECTION 1. The legislature finds that Hawaii's ocean 2 waters and the marine resources contained within are some of the State's most ecologically, economically, and culturally valuable 3 4 environmental assets. 5 The legislature further finds that the increasing popularity of marine ecotourism requires greater measures to 6 7 ensure the continued health of marine ecosystems. The broad 8 range of recently documented anthropogenic impacts on coral reef 9 health, including coral bleaching, vessel groundings, anchoring 10 and mooring, diving activities, poaching, land-based and 11 water-based pollutant discharges, and other direct and indirect 12 uses of the State's coral reefs, indicate that the department of 13 land and natural resources may need a more consistent and 14 reliable source of funding to manage, protect, and restore 15 marine resources throughout the State. A sustainable funding 16 source is especially critical for successful implementation of **17** the State's 30x30 marine management process, which aims to

H.B. NO. H.D. 2 S.D. 2

- 1 create a cohesive network of nearshore marine managed areas that
- 2 benefits fisheries and ecosystem resilience.
- 3 The purpose of this Act is to establish the ocean
- 4 stewardship special fund for the collection and use of moneys
- 5 for the conservation, restoration, and enhancement of the
- 6 State's marine resources, and to authorize the department of
- 7 land and natural resources to collect fees for the use and
- 8 enjoyment of the State's ocean resources.
- 9 SECTION 2. Chapter 187A, Hawaii Revised Statutes, is
- 10 amended by adding a new part to be appropriately designated and
- 11 to read as follows:
- 12 "PART . OCEAN STEWARDSHIP
- 13 §187A-A Ocean stewardship special fund. (a) There is
- 14 established in the treasury of the State the ocean stewardship
- 15 special fund to be administered by the department.
- 16 (b) The following shall be deposited into the ocean
- 17 stewardship special fund:
- (1) Moneys collected as user fees pursuant to
- **19** section 187A-B;
- 20 (2) Revenues due to the State from leases of any lands,
- 21 facilities, equipment, and other property owned by the

| 1 | | department and used for or dedicated to the |
|----|-----|--|
| 2 | | management, research, restoration, and enhancement of |
| 3 | | aquatic resources; |
| 4 | (3) | Moneys collected as fines, bail forfeitures, |
| 5 | | attorney's fees, and administrative costs for |
| 6 | | violations of subtitle 5 of title 12 or any rule |
| 7 | | adopted thereunder, except: |
| 8 | | (A) Informer's fees authorized under section 187A-14; |
| 9 | | (B) Fines or bail forfeitures for sport fishing |
| 10 | | violations of this chapter and chapters 188, 189, |
| 11 | | and 190 pursuant to section 187A-9.5(b)(3); and |
| 12 | | (C) Fines, bail forfeitures, or administrative fines |
| 13 | | for violations of chapter 189 pursuant to |
| 14 | | section 189-2.4(b)(3); |
| 15 | (4) | Moneys collected for the purposes of compensatory |
| 16 | | mitigation from federal or state permitted impacts to |
| 17 | | the marine environment; |
| 18 | (5) | Grants, awards, donations, gifts, transfers, or moneys |
| 19 | | derived from private or public services for the |
| 20 | | purposes of subtitle 5 of title 12. except: |

H.B. NO. H.D. 2 S.D. 2

| 1 | | (A) | Monetary contributions or moneys collected from |
|----|-----------|-------|--|
| 2 | | | the sale of non-monetary gifts to benefit sport |
| 3 | | | fish or sport fishing pursuant to |
| 4 | | | section 187A-9.5(b)(5); and |
| 5 | | (B) | Monetary contributions or moneys collected from |
| 6 | | | the sale of non-monetary gifts to benefit aquation |
| 7 | | | life used for commercial purposes or fishing for |
| 8 | | | commercial purposes pursuant to |
| 9 | | | section 189-2.4(b)(5); and |
| 10 | (6) | Mone | ys derived from interest, dividend, or other |
| 11 | | inco | me from the above sources. |
| 12 | (c) | Subj | ect to subsection (d), the ocean stewardship |
| 13 | special f | und s | hall be used to: |
| 14 | (1) | Deve | lop and carry out marine resource conservation, |
| 15 | | rest | oration, enhancement, research, regulatory |
| 16 | | meas | ures, enforcement actions, educational activities, |
| 17 | | or a | ny other management measure intended to conserve, |
| 18 | | rest | ore, and enhance marine resources under the |
| 19 | | juri | sdiction of the State; |
| 20 | (2) | Deve | lop and carry out restoration and compensatory |
| 21 | | miti | gation measures for impacts to the marine |

| 1 | | environment, including impacts to the marine | | | |
|----|---|---|--|--|--|
| 2 | | environment from federal or state permitted actions, | | | |
| 3 | | or violations of subtitle 5 of title 12 or any rule | | | |
| 4 | | adopted thereunder; and | | | |
| 5 | (3) | Install, maintain, and replace day use mooring buoys | | | |
| 6 | | and other infrastructure to reduce impacts to the | | | |
| 7 | | marine ecosystem. | | | |
| 8 | (d) | The ocean stewardship special fund shall be held | | | |
| 9 | separate | and apart from all other moneys, funds, and accounts in | | | |
| 10 | the depar | tment; provided that any moneys received from the | | | |
| 11 | federal g | overnment, through federal programs, or from private | | | |
| 12 | contribut | ions, shall be deposited and accounted for in | | | |
| 13 | accordanc | e with conditions established by the agency or private | | | |
| 14 | entity from whom the moneys are received; provided further that | | | | |
| 15 | twenty per cent of all gross revenues collected under | | | | |
| 16 | paragraphs (b)(1) and (2) shall be payable to the office of | | | | |
| 17 | Hawaiian | affairs as ceded lands revenues. Any balance remaining | | | |
| 18 | in the fu | and at the end of any fiscal year shall be carried | | | |
| 19 | forward i | n the fund for the next fiscal year. | | | |
| 20 | (e) | The proceeds of the ocean stewardship special fund | | | |
| 21 | shall not | be used as security for, or pledged to the payment of | | | |

H.B. NO. H.D. 2 S.D. 2

- 1 principal or interest on, any bonds or instruments of
- 2 indebtedness.
- 3 (f) Nothing in this section shall be construed to prohibit
- 4 the use of general funds or the funds of other programs and
- 5 activities to implement or enforce subtitle 5 of title 12 or any
- 6 rule adopted thereunder, concerning management and conservation
- 7 of the State's ocean waters and the resources therein.
- 8 §187A-B Ocean stewardship user fee. (a) All operators of
- 9 commercial vessels, water craft, or water sports equipment that
- 10 are required to have a commercial operator permit pursuant to
- 11 section 13-256-3(a), Hawaii Administrative Rules, shall collect
- 12 an ocean stewardship user fee from each passenger carried or
- 13 customer served.
- 14 (b) The ocean stewardship user fee shall be \$1 per
- 15 passenger or customer and shall be adjusted every five years to
- 16 match changes in the Consumer Price Index in the Honolulu area
- 17 as reported by the United States Bureau of Labor Statistics;
- 18 provided that the fee shall not be adjusted more than ten per
- 19 cent every five years. Fees collected pursuant to this section
- 20 shall not be counted toward gross revenues for purposes of
- 21 section 200-10(c)(5).

H.B. NO. H.D. 2 S.D. 2 C.D. 1

- 1 (c) All fees collected pursuant to this section shall be
- 2 transferred to the department on a monthly basis and shall be
- 3 deposited into the ocean stewardship special fund; provided that
- 4 any fees collected on or after January 1, 2029, shall be
- 5 deposited into the general fund.
- 6 (d) The department shall adopt rules pursuant to
- 7 chapter 91 to implement this part."
- 8 SECTION 3. Section 187A-A, Hawaii Revised Statutes,
- 9 established in section 2 of this Act to create the ocean
- 10 stewardship special fund, shall be repealed and the ocean
- 11 stewardship special fund shall be abolished on January 1, 2029,
- 12 and any remaining balance shall lapse to the general fund.
- 13 SECTION 4. In codifying the new sections added by
- 14 section 2 of this Act, the revisor of statutes shall substitute
- 15 appropriate section numbers for the letters used in designating
- 16 the new sections in this Act.
- 17 SECTION 5. This Act shall take effect upon its approval;
- 18 provided that the collection of the ocean stewardship user fee
- 19 established in section 2 of this Act shall begin on January 1,
- 20 2024.

H.B. NO. H.D. 2 S.D. 2 C.D. 1

APPROVED this 08 day of JUN , 2021

GOVERNOR OF THE STATE OF HAWAII

HB No. 1019, HD 2, SD 2, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 27, 2021 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2021.

acm

Scott K. Saiki Speaker House of Representatives

This Li I Salat

Brian L. Takeshita Chief Clerk

House of Representatives

THE SENATE OF THE STATE OF HAWAI'I

Date: April 27, 2021 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2021.

resident of the Senate

Clerk of the Senate