DAVID Y. IGE GOVERNOR OF HAWAII





SUZANNE D. CASE CHAIRPERSON BOARD OF LAND AND NATURAL RESOURCES COMMISSION ON WATER RESOURCE MANAGEMENT

ROBERT K. MASUDA

M. KALEO MANUEL DEPUTY DIRECTOR - WATER

AQUATIC RESOURCES BOATING AND OCEAN RECREATION BUREAU OF CONVEYANCES COMMISSION ON WATER RESOURCE MANAGEMENT CONSERVATION AND RESOURCES ENFORCEMENT ENGINEERING FORESTRY AND WILDLIFE HISTORIC PRESERVATION KAHOOLAWE ISLAND RESERVE COMMISSION LAND STATE PARKS

STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES

POST OFFICE BOX 621 HONOLULU, HAWAII 96809

Testimony of SUZANNE D. CASE Chairperson

Before the Senate Committee on WAYS AND MEANS

Tuesday, April 6, 2021 9:30 AM State Capitol, Via Videoconference, Conference Room 211

In consideration of HOUSE BILL 1019, HOUSE DRAFT 2, SENATE DRAFT 1 RELATING TO OCEAN STEWARDSHIP

House Bill 1019, House Draft 2, Senate Draft 1 proposes to establish the Ocean Stewardship Special Fund and Ocean Stewardship User Fee for the collection and use of moneys for the conservation, restoration, and enhancement of the State's marine resources, sunsets the special fund on 6/30/2030, and delays collection of the Ocean Stewardship User Fee until 1/1/2024. The Department of Land and Natural Resources (Department) supports this Administration bill and offers the following comments.

Hawai'i's ocean waters and the marine resources contained within are some of the State's most ecologically, economically, and culturally valuable environmental assets, central to our <u>\$7.8</u> billion outdoor recreation industry. Our marine resources are also under threat - more frequent coral bleaching events, pollutant runoff, unsustainable fishing practices and the rapid proliferation of invasive species demand that we take action now to halt and reverse these threats. It is critically important that the Department has adequate resources to help ensure the health of our nearshore marine ecosystems for present and future generations. With current state budget challenges, additional revenues are needed to prevent us from moving backwards in protection of these natural, cultural and economic resources.

For decades, visitors have enjoyed Hawai'i's abundant ocean resources without contributing directly to management of those resources. This bill would provide a framework for the Department to begin collecting nominal fees from visitors for the use and enjoyment of the State's ocean resources. These fees would provide needed revenues to the Department for marine resource conservation, restoration, enhancement, research, and educational activities.

The Department recently commissioned a study to explore the feasibility of establishing an Ocean Stewardship Fee. The full study can be viewed or downloaded (10 MB) at this link: https://dlnr.hawaii.gov/dar/files/2021/01/Ocean_Stewardship_Fund.pdf

The Ocean Stewardship Fee would be collected through commercial ocean operators who provide vessel-based activities to passengers or vessel-free services to customers. The Department's Division of Boating and Ocean Recreation (DOBOR) Commercial Use Permit holders would collect a small per head fee from each passenger or customer. Fees would be paid to the Department through an online payment system at the end of each month. Collected fees would be directed into a special fund managed by the Department's Division of Aquatic Resources (DAR).

According to the study, if the fee is set at \$1.00 per passenger or customer, and fee volumes are based on tourism numbers with COVID-19 potential impacts, the program would be expected to generate a Net Present Value (NPV) of \$14.4 million over a 15-year time horizon. If the same \$1.00 per passenger or customer fee rate is used with Hawai'i tourism numbers prior to 2020, the program would be expected to generate a NPV of \$30.3 million over a 15-year time horizon.

Residents and visitors alike would benefit from healthier reefs and restored fisheries. Commercial ocean tour operators would benefit directly by being able to offer more enjoyable experiences to their customers, and customers will have the satisfaction that their experience is contributing to marine resource conservation, restoration, and enhancement. It is a win/win situation for Hawai'i's residents, visitors, businesses, resource managers, and most importantly the ocean resources themselves.

The Department has concerns with the language in SECTION 3 (beginning on page 7, line 6) that abolishes the Ocean Stewardship Special Fund on June 30, 2030 and transfers any remaining balance to the General Fund. This would defeat the purpose of the Special Fund to provide a sustainable source of funding for ongoing marine resource conservation, restoration, and enhancement projects. The Department prefers the House Draft 1 version that does not provide a sunset date for the Special Fund. This would allow the Department to engage in long-term planning for ocean stewardship projects.

Thank you for the opportunity to comment on this measure.



HB1019 HD2 SD1 RELATING TO OCEAN STEWARDSHIP Ke Kōmike 'Aha Kenekoa o ke Ki'ina Hana a me nā Kumuwaiwai Senate Committee on Ways and Means

The Office of Hawaiian Affairs (OHA) offers testimony in <u>SUPPORT</u> of HB1019 HD2 SD1, which would provide a mechanism for generating substantial and dedicated revenues to support the the conservation, restoration, and enhancement of the State's marine resources.

Hawai'i's ocean environment forms the bedrock of our islands. Hawai'i's marine environment and natural resources serve as a cultural, economic, social, scientific and recreational foundation for these islands. OHA notes that economic studies in 2002 and 2003 found an overall contribution of \$800 million in revenue generated from our coral reefs and coastal resources, with an added recreational, amenity, fishery, biodiversity and educational value of \$364 million per year. A subsequent report released in 2011 utilizing "innovative economic survey techniques" found that across U.S. households, the economic value of protecting Hawai'i's nearshore environment could be estimated at <u>\$34</u> <u>billion a year</u>. While our ocean waters clearly hold cultural, spiritual, and biological significance beyond any monetary value, these economic analyses clearly reflect the critical nature of our marine environment to Hawai'i nei.¹

This measure would accordingly support the management and stewardship of some of our most culturally, economically, and socially valued ocean areas, as well as research and other activities that may benefit our ocean environment as a whole. By establishing ocean stewardship user fees and dedicating such fees to the conservation, restoration, and

¹ See Carlie S. Weiner, Mark D. Needham, & Paul Wilkinson, Hawaii's real marine life park: interpretation and impacts of commercial marine tourism in the Hawaiian Islands, 12 CURRENT ISSUES IN TOURISM 489, 489-90 (2009) citing P.J. van Beukering & H.S. Cesar, Ecological economic modeling of coral reefs: Evaluating tourist overuse at Hanauma Bay and algae blooms at the Kihei Coast, Hawai'i 58 PAC. SCIENCE 243 (2007); A.M. Friedlander et. al., The state of coral reef ecosystems of the main Hawaiian Islands in THE STATE OF CORAL REEF ECOSYSTEMS IN THE UNITED STATES AND PACIFIC FREELY ASSOCIATED STATES 222-269 (2005); K. DAVIDSON, M. HAMNET, & C. MINATO, ECONOMIC VALUE OF HAWAII'S NEARSHORE REEFS (2003), available at http://nature.forestry.oregonstate.edu/sites/default/files/2009-2%20CIT%20-

<u>%20Wiener%20Needham%20Wilkinson%20(2009).pdf</u>; HERMAN CESAR ET. AL, ECONOMIC VALUATION OF THE CORAL REEFS OF HAWAII FINAL REPORT 74 (2002), *available at*

http://www.coralreef.gov/meeting18/evhcri_samoa_2007.pdf; RICHARD C. BISHOP ET. AL., TOTAL ECONOMIC VALUE FOR PROTECTING AND RESTORING HAWAIIAN CORAL REEF ECOSYSTEMS: EXECUTIVE SUMMARY (2011), available at https://www.coris.noaa.gov/activities/hawaii_econeval/resources/execsumm.pdf.

enhancement of marine resources, this measure could generate substantial revenues to protect and perpetuate the ocean environment upon which our islands depend.

Therefore, OHA urges the Committee to **PASS** HB1019 HD2 SD1. Mahalo nui loa for the opportunity to testify on this measure.



Testimony Before The Senate Committee on Ways and Means IN SUPPORT OF HB 1019 HD2 SD1 April 6, 2021, 9:30AM, Room 211

I am Kevin Chang Executive Director of Kua'āina Ulu 'Auamo (or KUA). KUA works to empower grassroots rural and Native Hawaiian mālama 'āina groups – fishers, farmers and families- to celebrate their places and pass on their traditions to better Hawai'i and achieve 'āina momona— an abundant, productive ecological system that supports community well-being.

KUA generally supports HB 1019 HD2 SD1. This bill authorizes the Department of Land and Natural Resources to collect non-resident user fees for the use and enjoyment of the State's ocean resources.

KUA works to empower communities to improve their quality of life through caring for their environmental heritage together. We employ a community-driven approach that currently supports a network of more than 36 mālama 'āina community groups collectively referred to as E Alu Pū (moving forward together), 38 fishpond projects and practitioners called the Hui Mālama Loko I'a, and a growing hui of Limu practitioners all from across our state.

A primary function of KUA includes development of an 'auwai, a stream of resources tools, bridges and networks that help to cultivate and take our communities' work to greater levels of collective impact. A core source of the flow in this 'auwai includes building the capacity within and between the state and communities to better care for Hawai'i's resources together. An Ocean Stewardship Fee program would help address the increasing challenge of responsibly caring together for Hawai'i's marine ecosystem and the important services it provides for current and future generations.

Our state depends on healthy marine systems; they feed us, protect our shorelines, support and sustain cultural practices, and ensure economic vitality. For the last century ocean recreation users and visitors have enjoyed Hawaii's abundant ocean resources with no direct contribution to their care and vitality. This bill provides a pathway to generate needed user and visitor revenue to help fund marine resource restoration, conservation, and education. We are of course excited that this support will also boost government and community capacity to better collaborate in our care for the ocean.

Indeed, other island nations as you know have begun to do similar.

Mahalo for this opportunity to testify.

Aloha 'Āina Momona.



The Nature Conservancy, Hawaiʻi Program 923 Nuʻuanu Avenue Honolulu, HI 96817 Tel (808) 537-4508 Fax (808) 545-2019 nature.org/hawaii

Testimony of The Nature Conservancy In Support of HB 1019, HD2 SD1, RELATING TO OCEAN STEWARDSHIP. Committee on Ways and Means Tuesday, April 6, 2021, 9:30 AM Conference Room 211 via Videoconference

Aloha Chair Dela Cruz, Vice Chair Keith-Agaran, and Members of the Committee:

The Nature Conservancy supports House Bill 1019, HD2 SD1, which proposes to establish the Ocean Stewardship Special Fund for the collection and use of funds for the conservation, restoration, and enhancement of the State's marine resources, and to authorize the Department of Land and Natural Resources (DLNR) to collect non-resident user fees for the use and enjoyment of the State's ocean resources.

Life in Hawai'i is concentrated along our spectacular coasts, where islanders and visitors take full advantage of tropical waters and vibrant coral reefs teeming with life. The reefs that line our coasts are environmental, economic, recreational, and cultural treasures that support our island lifestyle and livelihoods. Each year, they provide flood protection to people, property, and jobs valued at more than \$836 million, support nearshore fisheries worth \$13.4 million, and contribute more than \$1.2 billion through reef-related tourism to the state's economy. Yet local pressures from overfishing and land-based pollutants have contributed to a 60% decline in living coral reefs in some areas over the past 40 years, and as much as a 90% decline in some important nearshore fisheries. The impacts of global climate change, such as warming and rising seas and more powerful and frequent storms, hasten the loss of coral reefs and threaten coastal areas with flooding and erosion. In a recent poll of Hawai'i residents, 93% said that coral reefs dying off was a serious concern. We must reverse this trend to protect the environmental engine that drives our economy.

DLNR is responsible for managing and protecting Hawai'i's coral reefs, nearshore fisheries, and other important coastal resources, and it is imperative that they have the financial resources necessary to do so. House Bill 1019 will enable DLNR to begin collecting nominal fees from visitors for the use and enjoyment of the State's ocean resources. These fees will provide critical revenue to DLNR for essential marine resource protection, restoration, and management. The Ocean Stewardship Fee would be collected through commercial ocean operators who provide services to tourists. Collected fees would be directed into a special fund managed by the Division of Aquatic Resources (DAR), and residents and visitors alike would benefit from healthier and more resilient marine resources.

Thank you for the opportunity to support HB1019, HD2 SD1 to provide the funding necessary for DLNR to protect and restore the unique marine resources that make Hawai'i a global destination for discerning visitors and an irreplaceable home that will sustain us and our children for generations to come.

The Nature Conservancy of Hawai'i is a non-profit organization dedicated to the preservation of the lands and waters upon which all life depends. The Conservancy has helped protect more than 200,000 acres of natural lands in Hawai'i and Palmyra Atoll. We manage 40,000 acres in 13 nature preserves and work in over 50 coastal communities to help protect and restore the nearshore reefs and fisheries of the main Hawaiian Islands. We forge partnerships with government, private parties, and communities to protect forests and coral reefs for their ecological values and for the many benefits they provide to people.

BOARD OF TRUSTEES

Duke E. Ah Moo Paul D. Alston (Chair) Kris Billeter Dr. C. Tana Burkert Anne S. Carter Richard A. Cooke III Ka'iulani de Silva Dave Eadie Matt Emerson Hon. Judith Epstein Dr. Alan M. Friedlander Benjy Garfinkle James J.C. Haynes III Sean A. Hehir Brett MacNaughton Kathy M. Matsui Janet Montag Alicia Moy Dustin E. Sellers Peter K. Tomozawa Richard N. Zwern

Ihupani Advisory Council: Christopher J. Benjamin Kenton T. Eldridge Eiichiro Kuwana Duncan MacNaughton Jean E. Rolles Crystal K. Rose Founders: Samuel A. Cooke Herbert C. Cornuelle

<u>HB-1019-SD-1</u>

Submitted on: 4/4/2021 10:04:23 AM Testimony for WAM on 4/6/2021 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Ted Bohlen	Testifying for Hawaiâ€ [~] i Reef and Ocean Coalition	Support	No

Comments:

To: The Honorable Donovan Dela Cruz, Chair, The Honorable Gilbert Keith-Agaran, Vice Chair, and Members of the Senate Committee on Ways and Means

From Hawai'i Reef and Ocean Coalition (by Ted Bohlen)

Hearing: Tuesday, April 6, 2021, 9:30 a.m., Rm. 211 and by videoconference

RE: HB1019 HD2 SD1 RELATING TO OCEAN STEWARDSHIP

Aloha Chair Dela Cruz, Vice Chair Keith-Agaran, and Members of the Senate Committee on Ways and Means:

The HAWAI'I REEF AND OCEAN COALITION – HIROC – was formed in 2017 by coral reef scientists, educators, local Hawai'i environmental organizations, elected officials, and others to address the crisis facing Hawaii's coral reefs, other marine life, and ocean. The Hawai'i Reef and Ocean Coalition STRONGLY SUPPORTS HB1019 HD2 SD1!

The health of our reefs and oceans is critical for Hawaii's recreation, economy and shoreline protection. The State agency responsible for protecting coral reefs, marine species, and the ocean needs a more consistent and reliable source funding for these purposes!

Human impacts on coral reef include coral bleaching and death from many factors, including land-based pollution and water discharges of pollutants, especially nutrients and sediment, certain chemical sunscreens, taking of fish and other marine species for food and commercial aquarium purposes, vessel groundings, anchoring and mooring, diving activities, walking on reefs, and poaching.

This bill would establish for the next nine years the Ocean Stewardship Special Fund for the collection and use of moneys for the conservation, restoration, and enhancement of the State's marine resources. The bill authorizes the Department of Land and Natural Resources to collect non-resident user fees for the use and enjoyment of the State's

ocean resources. Twenty percent of the funds from commercial operator user fees and leases for enhancement of aquatic resources shall be paid to the Office of Hawaiian Affairs for ceded lands.

The ocean stewardship special fund shall be used to:

(1) Develop and carry out marine resource conservation, restoration, enhancement, research, regulatory measures, enforcement actions, educational activities, or any other management measure intended to conserve, restore, and enhance marine resources under the jurisdiction of the State;

(2) Develop and carry out restoration and compensatory mitigation measures for impacts to the marine environment, including impacts to the marine environment from federal or state permitted actions, or violations of subtitle 5 of title 12 or any rule adopted thereunder; and

(3) Install, maintain, and replace day use mooring buoys and other infrastructure to reduce impacts to the marine ecosystem.

This ocean stewardship special fund is an appropriate way to finance (at least in part) our critical marine resource protections.

Please pass this bill! Mahalo!

Hawai'i Reef and Ocean Coalition (by Ted Bohlen)

HB-1019-SD-1 Submitted on: 4/4/2021 1:20:53 PM Testimony for WAM on 4/6/2021 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Damien Kenison	Testifying for Kauhako Ohana Association	Support	No

Comments:

HB 1019

House Bill 1019 is long overdue. Despite the fact that the State of Hawaii is dependent on the natural resources of these islands for economic survival, very little is done to ensure that those resources are adequately and appropriately maintained. The government agencies that are responsible for this kuleana are shorthanded due to the lack of funding available for that purpose.

The people who benefit from Tourism would be more than happy to assist in supporting our efforts to make sure that the resources, from which they derive their livelihoods, are sustained and protected. Otherwise their short term goals would be detrimental to all stakeholders involved.

While working as a campground supervisor at Ho'okena Beach Park ten years ago, there was a proposal to raise the camping fees for nonresidents from \$5.00 to \$20.00. The response from campers was understandable as some of them were resentful and disappointed. However, it was a blessing in disguise as the clientele improved from visitors who were disrespectful and did not care about the park rules to people who came to our beach with respect and appreciation for the beauty of our \hat{E}^1 aina and the aloha of our culture. Although the tour companies and other vendors will react in the same way, they will eventually realize that this bill will enhance their profitability while helping to protect the natural resources for everyone who lives here.

HB 1019 may benefit the residents of Hawaii as it has the potential to allow for the development of programs that employ the local population in monitoring and assisting DLNR in fulfilling their responsibilities towards protecting our natural resources. This proposal is an important step towards improving appropriate economic viability for the State of Hawaii.

Please support this bill as we all move forward to a better, more sustainable Hawaii.

Mahalo nui loa,

Damien Kenison

PO Box 38, Honanau, HI, 96726

(808) 987-9149



Mālama Pūpūkea-Waimea Post Office Box 188 Hale'iwa, HI 96712

Board of Directors

Denise Antolini Anne Chung Sydney Covell Bob Leinau Jacqueline Leinau

Advisory Council

Athline Clark John Cutting Dr. Alan Friedlander Debbie Gowensmith Maxx E. Phillips Bill Quinlan Palakiko Yagodich

<u>Staff</u>

Jenny Yagodich, Director of Educational Programs & Community Outreach

Federal Nonprofit Organization 501(c)(3) FEIN 27-0855937 www.pupukeawaimea.org info@pupukeawaimea.org April 4, 2021

COMMITTEE ON WAYS AND MEANS Re: HB 1019 HD2 SD1 RELATING TO OCEAN STEWARDSHIP Hearing: April 6, 2021, 9:30 AM

Aloha Chair Dela Cruz, Vice Chair Keith-Agaran, and Members of WAM:

Mālama Pūpūkea-Waimea (MPW) is a Hawai'i non-profit organization founded on the North Shore of O'ahu in 2005. Our mission is "working to replenish and sustain the natural and cultural resources of the Pūpūkea and Waimea ahupua'a for present and future generations through active community stewardship, education, and partnerships." Our stewardship and education efforts have focused on the Pūpūkea Marine Life Conservation District (MLCD), one of only three MLCDs on O'ahu.

We strongly support HB1019 HD2 SD1, which establishes the ocean stewardship special fund and ocean stewardship user fee for the collection and use of moneys for the conservation, restoration, and enhancement of the State's marine resources.

Through grants, donations, volunteer time, and sheer hard work for nearly two decades, our organization - like many others statewide has **donated** the equivalent of **millions of dollars** worth of community stewardship support to protect the marine resources of the Pūpūkea MLCD. We support the State doing more to fulfill its **kuleana** as the primary public trustee of this resources. **This bill will help.** The community-DLNR partnership provides the best solution for the longterm protection, and abundance of, our ocean resources.

Especially now with decreasing budgets and inceasing demand for marine resources, **DLNR needs additional revenue sources dedicated to marine conservation**. User fees that directly connected to investment in the resources being used and enjoyed makes a lot of common sense, more supported by users, and much needed. This bill helps the State and all communities who are providing volunteer ocean stewardship key funding toward attainment of Hawai'i's important "30x30" goal.

Please support the bill and move it along! Mahalo nui and best regards,

JewiAntaliki

Denise Antolini, President, MPW



<u>THE SENATE</u> THE THIRTY-FIRST LEGISLATURE REGULAR SESSION OF 2021

COMMITTEE ON WAYS AND MEANS Senator Donovan M. Dela Cruz, Chair Senator Gilbert S.C. Keith-Agaran, Vice Chair

NOTICE OF DECISION MAKING

DATE:	Tuesday, April 6, 2021
TIME:	9:30AM
PLACE:	Conference Room 211 & Videoconference
TIMESLOT:	WAM

TESTIMONY OF THE OCEAN TOURISM COALITION IN SUPPORT OF HB1019 HD2 SD1

Dear Chair Dela Cruz, Vice Chair Keith-Agaran, and Members of the Committee:

The Ocean Tourism Coalition ("OTC") represents over 300 ocean tour operators statewide. OTC has been working with the Division of Aquatic Resources ("DAR") on HB1019 HD1 (the "Bill") to ensure it will achieve its stated goals and objectives. Like many other tourism-based businesses, the ocean tourism industry was shut down for most of 2020, and is still severely restricted today. Many companies are operating at 50% capacity or less, and will not see revenues anywhere near pre-pandemic levels for many years to come. Despite these difficult circumstances, our operators hope that a \$1 per passenger fee beginning in 2024 will provide necessary funds to DAR to invest in the health of our marine ecosystems, and the installation, maintenance, and replacement of day-use mooring buoys and other infrastructure.

In addition, OTC hopes that by working with DAR on the Bill, we will foster in a new era of collaboration between the State and ocean tourism industry. Every year our operators faces numerous bills that could cause great harm and make it difficult for them to run their businesses. Whether it is the public auctioning of permits (HB1011), or the unintended forfeiture of a vessel (SB572), our industry is under constant direct and indirect attack. However, by working with DAR, we believe we can show that the industry and the state can work together to achieved shared goals.

Finally, OTC strongly hopes that our industry's initiative on this Bill will encourage other industries that have an impact on our State's marine waters to fund the protection of our ocean waters. It cannot be understated how great of an impact landbased activities have on our marine environment. Pollutants such as sediment, nutrients (from fertilizers), bacteria (from animal waste), toxic chemicals, oil, and trash all flow into the streams, rivers, and finally into the ocean. These pollutants, whether from golf courses, agricultural activities, or a myriad of other land-based activities, have a significant effect on the health of our reefs. The ocean tourism industry is willing to contribute funds to ensure that our marine environment is protected, however, we cannot carry this load ourselves forever.

Sincerely,

Ocean Tourism Coalition

HB-1019-SD-1

Submitted on: 4/5/2021 9:28:01 AM Testimony for WAM on 4/6/2021 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Shelby Serra	Testifying for Pacific Whale Foundation	Comments	No

Comments:

Testimony to the Hawaii State Senate Committee on Ways and Means

April 5th, 2021

9:30am

Hawaii State Capitol – Conference room 211

RE: HB 1019, Relating to Ocean Stewardship

Aloha Chair Dela Cruz, Vice-Chair Keith-Agaran, and members of the Committee,

Thank you for the opportunity to submit testimony on House Bill 1019.

My name is Shelby Serra and I am the Conservation Coordinator for Pacific Whale Foundation, based on the island of Maui. For the last 40 years, Pacific Whale Foundation's mission has been to protect the ocean through science and advocacy, and to inspire environmental stewardship. Our nonprofit work includes active research, education, and conservation projects here in Hawai'i and abroad in Australia and Ecuador.

On behalf of our nearly 20,000 supporting members, PWF would like to support the establishment of a new fund for use in marine resource protections, with recommendations.

The Hawaiian Island's near-shore habitat drives ocean-based tourism and supports extensive coral reef systems. These fragile ecosystems protect our coastlines and provide habitat to a wide variety of marine life; coral reefs harbor the highest concentration of marine biodiversity (1). The biodiversity of these habitats must remain intact as the need to increase our resilience to the threats of global climate change increases. In addition to the threat of climate change, we are seeing more frequent coral bleaching events, pollutant runoff, unsustainable fishing practices, and damage due to overuse.

Protecting and preserving these resources is critical for the survival of the humans, marine life, and businesses that depend on a healthy ocean ecosystem.

On all Hawaiian Islands, agricultural lands are changing due to residential and resort uses (2). Coastal Development can bring a suite of social and environmental consequences including degradation of coastal waters from cumulative increases in runoff and groundwater contamination (2). Development inevitably increases the amount of impervious surface and runoff, leading to choked out reef systems.

Over 80% of Hawai'i's tourists participate in some form of ocean recreation, and most, if not all, occurs around coral reefs (2). Many Hawaiian reefs are easily accessible to the human population as they are located within close proximity to resident and visitor concentration (3). Studies have shown that extensive damage to corals can occurs in shallow, calm water sites with high levels of human use. Trampling can occur in these shallow nearshore reef flats, which possess fragile and delicate coral species; continuous impact results in total mortality (3).

Pacific Whale Foundation believes the fee structure should include all kinds of nonresident users that either actively utilize Hawai'i's marine resources or contribute to their degradation through terrestrial activities. We propose accountability mechanisms that ensure the money is being spent on its intended purposes.

Thank you for the opportunity to testify on HB 1019.

References

- 1. Carpenter, K.E., et. al., 2008: One-third of reef-building corals face elevated extinction risk from climate change and local impacts. Science, 321(5888), 560-563
- A. Friedlander et al., in *The State of Coral Reef Ecosystems of the Main Hawaiian Islands*, J. Waddell, Ed. (NOAA Technical Memorandum NOS NCCOS, Silver Spring, MD, 2005) 11 pp. 222-269.
- 3. Rodgers, K. S., Cox, E., & Newtson, C. (2003). *Effects of mechanical fracturing and experimental trampling on Hawaiian corals.* Environmental Management, 31, 377e384.

HB-1019-SD-1 Submitted on: 4/1/2021 11:24:39 AM Testimony for WAM on 4/6/2021 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Kaikea K. Blakemore	Individual	Support	No

Comments:

Support

HB-1019-SD-1 Submitted on: 4/3/2021 6:30:32 PM Testimony for WAM on 4/6/2021 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Crystal Dombrow	Individual	Support	No

Comments:

This program is a simple and effective way to fund marine conservation work in Hawai'i. I fully support!

HB-1019-SD-1 Submitted on: 4/4/2021 5:58:53 PM Testimony for WAM on 4/6/2021 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Shannon Rudolph	Individual	Support	No

Comments:

SUPPORT

HB-1019-SD-1 Submitted on: 4/5/2021 3:13:51 AM Testimony for WAM on 4/6/2021 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Christopher Dean	Testifying for Clean The Pacific	Support	No

Comments:

Clean The Pacific strongly supports this measure. We have seen the many stressors on our oceans and the result of our carelessness. It appears that a percentage of people either don't understand or don't care about their behavior. That's why we have laws, to educate people about their bad behavior. This, of course, takes money. Do we wish that we lived in a world where everyone was aware of the consequences of their actions? Yes, but that sadly is not the case, yet. We feel that educating the public is the best use of funds. electronic brochures to incoming tourists, regulations for businesses that don't just say no, but explain why it's a bad idea to litter, step on coral reefs, use pesticides and herbicides, etc. The State can act in a Fatherly way to gently explain to businesses and the general public why certain behaviors they may have are bad for the environment and offer an alternative method. Mahalo for your kokua.

HB-1019-SD-1

Submitted on: 4/5/2021 9:05:12 AM Testimony for WAM on 4/6/2021 9:30:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
John N. Kittinger	Individual	Support	No

Comments:

Testimony to the Hawaii State Senate Committee on Ways and Means

9:30 a.m., April 6, 2021

Hawaii State Capitol - Via Videoconference

RE: HB 1019, HD2, SD1 Relating to Ocean Stewardship

Aloha Chair Dela Cruz, Vice-Chair Keith-Agaran, and members of the Committee,

Thank you for the opportunity to submit testimony on House Bill 1019, HD2, SD1.

I am writing with supportive testimoney for HB1019 HD2 SD1. This bill establishes the Ocean Stewardship Special Fund for the collection and use of funds for the conservation, restoration, and enhancement of the State's marine resources, and authorizes the Department of Land and Natural Resources to collect nonâ€'resident user fees for the use and enjoyment of the State's ocean resources.

Our state depends on healthy marine systems; they're what feed us, protect our shorelines, support our cultural practices, and maintain our state's billion-dollar recreation and visitor industry. Our marine resources are also under threat - more frequent coral bleaching events, pollutant runoff, unsustainable fishing practices and the rapid proliferation of invasive species demand that we act now. For decades, visitors have enjoyed Hawaii's abundant ocean resources without contributing directly to management of those resources. This measure would provide a way to begin collecting

needed revenue from visitors to help fund marine resource restoration, conservation, and education. Residents and visitors would benefit from healthier reefs and restored fisheries. Commercial ocean tour operators would benefit directly by being able to offer more enjoyable experiences to their customers, and visitors will have the satisfaction that their experience is contributing to marine conservation in Hawaii.

Currently, fees paid by most commercial ocean users go towards the maintenance and support of harbor/marina infrastructure, boating safety and navigation programs for vessels. An Ocean Stewardship Fee program would address the increasing challenge of responsibly caring for Hawai'i's marine ecosystem and the important services it provides for current and future generations of residents and visitors to Hawai'i.

Thank you for the opportunity to testify on HB 1019, HD2, SD1.

Sincerely,

John N. (Jack) Kittinger, PhD





Submitted By	Organization	Testifier Position	Present at Hearing
Mehana Vaughan	Individual	Support	No

Comments:

HB-1019-SD-1

Aloha mai,

I am writing in support of HB 1019 which levies a fee on commercial ocean activities to support ocean stewardship. Users of our coastlines, particularly commercial users, have an impact, while benefitting from their use. They should be required to pay into this fund to generate revenue to help care for the places they impact, through clean ups, enhanced enforcement, monitoring etc. If we do not engage those benefitting from and impacting resources, in contributing funds to their care, these resources will be depleted and unavailable for future generations. User fees are a key element of effective common poool resources globally.

Mahalo for your time and attention,

Dr. Mehana Blaich Vaughan

Kilauea, Kaua'i

Associate Professor of Coastal and Watershed Management, UH Manoa

(testifying as a private individual)