DAVID Y. IGE GOVERNOR OF HAWAII





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

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

STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES

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Testimony of SUZANNE D. CASE Chairperson

Before the House Committee on JUDICIARY & HAWAIIAN AFFAIRS

Tuesday, February 16, 2021 2:00 PM State Capitol, Conference Room 325

In consideration of HOUSE BILL 1276, HOUSE DRAFT 1 RELATING TO STATE PARKS

House Bill 1276, House Draft 1 proposes to allow the Board of Land and Natural Resources (Board) to adopt, amend, or repeal administrative fee schedules for certain activities related to state parks through regular or special board meetings rather than through administrative rulemaking and appropriate funds out of the State Parks Special Fund to raise its expenditure ceiling. The Department of Land and Natural Resources (Department) strongly supports this measure.

The Department's Division of State Parks (State Parks), through the successful implementation of the Hā'ena State Park Master Plan, has already begun to employ adaptive management strategies to the management of parking, pedestrian and shuttle entry by adjusting capacities for each category on the fly to accommodate such factors as resident vs. out-of-State visitor demand, and incentivizing shuttle use. It has long been the policy of both State and National Park areas to adjust pricing seasonally, and even more frequently, for various park fees, and camping and lodging amenities. Hawai'i, despite its more moderate weather, does experience seasonal visitation, and demand fluctuates significantly for park activities commensurate with these visitation patterns. Presently our rigid pricing models – embedded in a cumbersome Administrative rulemaking process, do not allow for the dynamic pricing which has become the standard in many places and travel-related industries

The Department supports the amendment that allows the Board to set a fee range , i.e. an amount not less than or greater than, that can be adjusted seasonally or in response to changing economic conditions, in order that during times of low demand, we can have sales or kama'aina specials, etc. to maximize visitor opportunities and affordability, as well as allow for peak season pricing

to enhance revenue in times of high demand – for example, the temporary winter spike in visitation to Diamond Head State Monument when Hawai'i hosted the Pro Bowl. This would allow for adjustments throughout the year to pricing without constantly returning to the Board, but establishing reasonable upper and lower thresholds.

The Department will also consult with the Small Business Regulatory Review Board prior to Board approval for fees that would affect small businesses.

The Department also appreciates the acknowledgement that without an increase in the State Parks Special Fund, the additional revenue realized through both our increased and increasingly flexible revenue generating paradigm, we will not be able to direct these additional revenues back into the park system to address the longstanding issues of the lack of management capacity and deferred maintenance throughout Hawai'i's valued and heavily visited State Park system.

Thank you for the opportunity to comment on this measure.