# A BILL FOR AN ACT

RELATING TO THE BOILER AND ELEVATOR SAFETY LAW.

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

- 1 SECTION 1. Section 397-3, Hawaii Revised Statutes, is
- 2 amended by adding two new definitions to be appropriately
- 3 inserted and to read as follows:
- 4 ""Exclusive employment" means a qualified boiler inspector
- 5 who is employed on a full-time or part-time basis to provide
- 6 inspection services within the scope of their National Board
- 7 commission exclusively for only one authorized inspection agency
- 8 or owner-user inspection organization.
- 9 "Owner-user inspection organization" means an owner or user
- 10 of pressure retaining items, whose organization and inspection
- 11 procedures meet the requirements of the National Board, and is
- 12 approved by the director."
- 13 SECTION 2. Section 397-4, Hawaii Revised Statutes, is
- 14 amended by amending subsection (a) to read as follows:
- "(a) Administration.
- 16 (1) The department shall establish a boiler and elevator
- inspection branch for the enforcement of the rules



1		adopted under this chapter and other duties as
2		assigned;
3	(2)	The department shall:
4		(A) Implement and enforce the requirements of this
5		chapter; and
6		(B) Keep adequate and complete records of the type,
7		size, location, identification data, and
8		inspection findings for pressure retaining items,
9		amusement rides, and elevators and kindred
10		equipment required to be inspected pursuant to
11		this chapter;
12	(3)	The department shall formulate definitions and adopt
13		and enforce standards and rules pursuant to chapter 91
14		that may be necessary for carrying out this chapter;
15	(4)	Emergency temporary standards may be adopted without
16		conforming to chapter 91 and without hearings to take
17		immediate effect upon giving public notice of the
18		emergency temporary standards or upon another date
19		that may be specified in the notice. An emergency
20		temporary standard may be adopted, if the director
21		determines:

1		(A) That the public or individuals are exposed to
2		grave danger from exposure to hazardous
3		conditions or circumstances; and
4		(B) That the emergency temporary standard is
5		necessary to protect the public or individuals
6		from danger.
7		Emergency temporary standards shall be effective until
8		superseded by a standard adopted under chapter 91, but
9		shall not be effective longer than six months;
10	(5)	Variances from standards adopted under this chapter
11		may be granted upon application of an owner, user,
12		contractor, or vendor. Application for variances
13		shall correspond to procedures set forth in the rules
14		adopted pursuant to this chapter. The director may
15		issue an order for variance, if the director
16		determines that the proponent of the variance has
17		demonstrated that the conditions, practices, means,
18		methods, operations, or processes used or proposed to
19		be used will provide substantially equivalent safety
20		as that provided by the standards;
21	(6)	Permits.

1	(A)	The	department shall issue a permit to operate
2		rega	rding any pressure retaining item, amusement
3		ride	, or elevator and kindred equipment if found
4		to b	e safe in accordance with rules adopted
5		purs	uant to chapter 91 and all required fees have
6		been	paid;
7	(B)	The	department may issue an order immediately
8		revo	king or suspending any permit to operate, or
9		an o	rder prohibiting the use or operation of a
10		pres	sure retaining item, amusement ride, or
11		elev	ator and kindred equipment when:
12		(i)	The department finds the pressure retaining
13			item, amusement ride, or elevator and
14			kindred equipment to be in an unsafe
15			condition;
16		(ii)	A user, owner, or contractor ignores a prior
17			department order to correct a condition,
18			defect, or hazard relating to the pressure
19			retaining item, amusement ride, or elevator
20			and kindred equipment, and continues to use
21			or operate the pressure retaining item,

# S.B. NO. 3126 S.D. 2 H.D. 1

1	amusement ride, or elevator and kindled
2	equipment without abating the condition,
3	defect, or hazard identified in the order;
4	or
5	(iii) A user, owner, or contractor fails to pay
6	any fee or fine required under this chapter
7	or any rule adopted under this chapter.
8	The order may be rescinded when the department has
9	determined that the owner, user, or contractor has
10	complied with the order to correct the condition,
11	defect, or hazard identified in the order or has paid
12	all fees or fines imposed by the department;
13	(C) The department may reissue a permit to operate to
14	any user, owner, or contractor who demonstrates
15	that the user, owner, or contractor is proceeding
16	in good faith to abate all nonconforming
17	conditions mentioned in department orders and the
18	pressure retaining items, amusement rides, and
19	elevators and kindred equipment are safe to
20	operate; and

### S.B. NO. 3126 S.D. 2 H.D. 1

1		(D) The department shall establish criteria for the
2		periodic reinspection and renewal of the permits
3		to operate, and may provide for the issuance of
4		temporary permits to operate while any
5		noncomplying pressure retaining item, amusement
6		ride, and elevator and kindred equipment are
7		being brought into full compliance with the
8		applicable standards and rules adopted pursuant
9		to this chapter; provided that the period between
10		an initial safety inspection or the inspection
11		used as a basis for the issuance of a permit to
12		operate, and any subsequent inspection of
13		elevators and kindred equipment shall not exceed
14		one year;
15	(7)	No person shall operate a pressure retaining item,
16		amusement ride, or elevator and kindred equipment that
17		is required to be inspected by this chapter or by any
18		rule adopted pursuant to this chapter, except as
19		necessary to install, repair, or test, unless a permit
20		to operate has been authorized or issued by the

department and remains valid; [and]

21

# S.B. NO. S.D. 2

1	(8)	The department, upon the application of any owner,
2		user, or other person affected thereby, may grant time
3		that may reasonably be necessary for compliance with
4		any order. Any person affected by an order may for
5		cause petition the department for an extension of
6		time[-]; and
7	(9)	The director shall appoint a chief boiler and pressure
8		vessel inspector, who shall be a department employee
9		who represents the State as a voting member of the
10		National Board and serves as an American Society of
11		Mechanical Engineers Conference Committee member."
12	SECT	ION 3. Section 397-6, Hawaii Revised Statutes, is
13	amended b	y amending subsection (a) to read as follows:
14	"(a)	All safety inspections required under this chapter of
15	pressure	retaining items shall be performed by deputy boiler
16	inspector	s in the employ of the department who are qualified
17	boiler in	spectors [and, when authorized by]; provided that the
18	director[	$_{ au}$ ] may <u>authorize the safety inspections to</u> be performed
19	by [ <del>speci</del>	<del>al</del> ] <u>:</u>
20	(1)	Special inspectors, who are qualified boiler
21		inspectors in the [employ] exclusive employment of

# S.B. NO. 3126 S.D. 2 H.D. 1

1	insurance companies insuring pressure retaining items
2	in this State[.]; or
3	(2) Owner-user inspectors, who are qualified boiler
4	inspectors in the exclusive employment of an
5	owner-user inspection organization."
6	SECTION 4. Section 397-13, Hawaii Revised Statutes, is
7	amended by amending subsection (d) to read as follows:
8	"(d) No later than [ten] thirteen years from the date of
9	the establishment of the revolving fund, the director shall
10	reimburse the general fund for the amount of any initial
11	appropriation that was made by the general revenues of the State
12	to the revolving fund."
13	SECTION 5. Statutory material to be repealed is bracketed
14	and stricken. New statutory material is underscored.
15	SECTION 6. This Act shall take effect upon its approval.

### Report Title:

Director of Labor and Industrial Relations; Boiler and Elevator Safety Law; Owner-User Inspection Organizations

### Description:

Requires the director of labor and industrial relations to appoint a chief boiler and pressure vessel inspector. Allows the director of labor and industrial relations to authorize qualified boiler inspectors who are in the exclusive employment of an owner-user inspection organization to perform safety inspections of pressure retaining items. Extends the time by which the director of labor and industrial relations is required to reimburse the general fund for the initial appropriation made to the boiler and elevator revolving fund from 10 to 13 years from the date that the fund was established. (HD1)

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

2022-2194 SB3126 HD1 HMSO