HOUSE OF REPRESENTATIVES THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

# H.B. NO. 714

#### A BILL FOR AN ACT

RELATING TO MOORING LINES.

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

1 SECTION 1. The legislature finds that the Hawaiian 2 archipelago is the most remote island chain in the world, where 3 ninety-eight per cent of all goods are processed by the harbor 4 system. Tugs are vital to Hawaii's shipping industry, as tugs 5 bring in tens of thousands of goods to the State each day. То 6 properly secure shipping vessels to wharves, mooring lines are 7 thrown over the bollard, which are then secured by certified 8 longshore linespersons to safely secure the bulkhead.

9 The legislature also finds that, presently, it is not 10 required for any out-of-state company to utilize trained local 11 longshore linespersons to secure their operational vessel to the State's commercial docks, wharves, piers, quays, bulkheads, and 12 13 landings belonging to or controlled by the State, leading to 14 lower contributions to Hawaii's tax base. Moreover, this 15 practice decreases the number of Hawaii-based jobs for 16 residents. In 2022, the State lost \$1.5 million in all related 17 taxes by barges that did not utilize Hawaii-based labor.

2023-0735 HB SMA-1.docx 

Page 2

## H.B. NO. 714

1 The legislature further finds that all stevedoring 2 companies operating within the state harbor system are required to be certified and recertified to follow all health and safety 3 guidelines. Stevedoring companies are crucial to the State's 4 5 harbors infrastructure, as companies received proper training on 6 identification, notification, and containment of invasive species, hazardous materials, and other potential health and 7 8 safety threats to Hawaii's fragile ecosystem. Furthermore, 9 stevedoring companies are well-versed in the uniqueness of each 10 state harbor's challenges pertaining to the loading and landing 11 of merchandise.

12 Therefore, the purpose of this Act is to require 13 commodities and manifested cargo requiring tug assistance to be 14 manned by an existing, operational stevedoring company that is 15 currently operating in the State.

16 SECTION 2. Section 266-2, Hawaii Revised Statutes, is
17 amended by amending subsection (a) to read as follows:

18 "(a) The department of transportation shall:

19 (1) Have and exercise all the powers and shall perform all
20 the duties [which] that may lawfully be exercised by
21 or under the State relative to the control and

2023-0735 HB SMA-1.docx 

H.B. NO. 714

1		management of commercial harbors, commercial harbor
2		and waterfront improvements, ports, docks, wharves,
3		piers, quays, bulkheads, and landings belonging to or
4		controlled by the State, and the shipping using the
5		same;
6	(2)	Have the authority to use and permit and regulate the
7		use of the commercial docks, wharves, piers, quays,
8		bulkheads, [ <del>and</del> ] landings belonging to or controlled
9		by the State for receiving or discharging passengers
10		and for loading and landing merchandise, and
11		commodities and manifested cargo manned by an
12		existing, operational stevedoring company that is
13		operating within the State requiring tug assistance,
14		with a right to collect wharfage and demurrage thereon
15		or therefor;
16	(3)	Subject to all applicable provisions of law, have the
17		power to fix and regulate from time to time rates and
18		charges for:
19		(A) Services rendered in mooring commercial vessels;
20		(B) The use of commercial moorings belonging to or
21		controlled by the State;

2023-0735 HB SMA-1.docx

### H.B. NO. 714

1		(C)	Wharfage or demurrage;
2		(D)	Warehouse space, office space, and storage space
3			for freight, goods, wares and merchandise; and
4		(E)	The use of derricks or other equipment belonging
5			to the State or under the control of the
6			department;
7	(4)	Make	other charges $_{\underline{\prime}}$ including toll or tonnage charges
8		on fi	reight passing over or across docks, wharves,
9		pier	s, quays, bulkheads, or landings;
10	(5)	Appo	int and remove clerks, harbor agents and their
11		assi	stants, and all such other employees as may be
12		neces	ssary, and to fix their compensation;
13	(6)	Adopt	t rules pursuant to chapter 91 and not
14		inco	nsistent with law; and
15	(7)	Gene	rally have all powers necessary to fully carry out
16		this	chapter.
17	As us	sed in	n this subsection:
18	"Com	modity	y" means a product of agriculture or mining,
19	article o	f comr	merce, article of commerce delivered for shipment,
20	or mass-p	roduce	ed unspecialized product;

2023-0735 HB SMA-1.docx

## H.B. NO. 714

1	"Manifested cargo" means a manifest or cargo document
2	listing the cargo, passengers, and crew of a ship, aircraft, or
3	vehicle for the use of customs and other officials.
4	"Stevedoring company" means companies specializing in the
5	loading or offloading of cargo from vessels that are based in
6	and registered to conduct business in the State.
7	"Tug" means a boat used for towing larger vessels."
8	SECTION 3. Statutory material to be repealed is bracketed
9	and stricken. New statutory material is underscored.
10	SECTION 4. This Act shall take effect on July 1, 2023.
11	

INTRODUCED BY: \_

JAN 2 0 2023

### H.B. NO. 714

Report Title:

Mooring Lines; Department of Transportation; Harbors Division

#### Description:

Requires commodities and manifested cargo requiring tug assistance to be manned by an existing, operational stevedoring company that is operating within the State.

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

