S.R. NO. 163

MAR 1 n 2023

## SENATE RESOLUTION

REQUESTING THE DEPARTMENT OF LAND AND NATURAL RESOURCES' DIVISION OF BOATING AND OCEAN RECREATION TO AMEND TITLE 13, CHAPTER 241, HAWAII ADMINISTRATIVE RULES, TO EXPRESSLY REQUIRE THAT ALL VESSELS REQUIRED TO OBTAIN INSURANCE IN THE STATE REGULARLY PROVIDE PROOF OF INSURANCE AT LEAST ON AN ANNUAL BASIS.

WHEREAS, while owning and operating a recreational vessel 1 can provide many hours of enjoyment and a source of income, 2 there are many responsibilities that accompany vessel operation, 3 such as the liability for vessel accidents, grounding, or 4 5 sinking; and 6 7 WHEREAS, since 2002, the Department of Land and Natural Resources' Division of Boating and Ocean Recreation (DOBOR) has 8 9 expended approximately \$2.37 million from the Boating Special Fund to address vessels aground, derelict vessels, and abandoned 10 11 vessels in waters of the State; and 12 WHEREAS, the State will often bear all costs involved in 13 14 removing a grounded vessel if the vessel is uninsured; and 15 WHEREAS, to rebalance the burden of risk, the Legislature 16 enacted Act 94, Session Laws of Hawaii 2019 (codified as section 17 18 200-13.5, Hawaii Revised Statutes), to require certain vessel owners operating a vessel required to be registered with the 19 State, or being operated in state ocean waters with valid 20 21 documentation from the United States Coast Guard, and certain grounded vessels, to obtain vessel insurance; and 22 23 24 WHEREAS, pursuant to section 200-13.5, Hawaii Revised Statutes, DOBOR has implemented a process to require a vessel 25 26 owner to show proof of grounding insurance when: 27 28 (1) Registering a vessel for the first time; 29 (2) Renewing a registration, which occurs annually; 30 31 32 (3) Transferring a registration; and



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1 2 (4) Upon request by Division of Conservation and Resources 3 Enforcement officers while the vessel is being operated on state waters; and 4 5 WHEREAS, although DOBOR's internal process is consistent 6 with the purpose and intent of section 200-13.5, Hawaii Revised 7 Statutes, it is not currently adopted under title 13, chapter 8 241, Hawaii Administrative Rules; now, therefore, 9 10 11 BE IT RESOLVED by the Senate of the Thirty-second Legislature of the State of Hawaii, Regular Session of 2023, 12 that the Division of Boating and Ocean Recreation is requested 13 to amend title 13, chapter 241, Hawaii Administrative Rules, to 14 expressly require that all vessels required to obtain insurance 15 16 in the State regularly provide proof of insurance at least on an annual basis; and 17 18 19 BE IT FURTHER RESOLVED that certified copies of this Resolution be transmitted to the Chairperson of the Board of 20 Land and Natural Resources and Administrator of the Division of 21 Boating and Ocean Recreation. 22 23 24 25

OFFERED BY:

