STAND. COM. REP. NO. 204

Honolulu, Hawaii

FEB 1 3 2023

RE: S.B. No. 1485 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Thirty-Second State Legislature Regular Session of 2023 State of Hawaii

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Sir:

Your Committees on Government Operations and Water and Land, to which was referred S.B. No. 1485 entitled:

"A BILL FOR AN ACT RELATING TO CAPITAL IMPROVEMENT PROJECTS AT STATE SMALL BOAT HARBORS AND STATE PARKS,"

beg leave to report as follows:

The purpose and intent of this measure is to allow the Department of Land and Natural Resources to engage in capital improvement project work at state small boat harbors and state parks without prior approval from the Legislature and Governor.

Your Committees received testimony in support of this measure from the Department of Land and Natural Resources, Ocean Tourism Coalition, Trilogy Corporation, and three individuals. Your Committees received testimony in opposition to this measure from the Department of Budget and Finance and Wailoa River and Reeds Bay Boating and Users Association. Your Committees received comments on this measure from Calypso Charters.

Your Committees find that state small boat harbors and state parks are important locations for the State, serving as hubs of ocean and land-based recreation for residents and visitors alike. Small boat harbors have endured impacts from numerous vessels, and both small boat harbors and state parks have been weathered by vehicles, visitors, and vandalism. Further, state small boat



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harbors and state parks have an extensive backlog for the construction, repair, and maintenance of critical infrastructure.

Your Committees further find that many efforts were made by the Division of Boating and Ocean Recreation and Division of State Parks to repair and redevelop small boat harbors and conduct repair and maintenance on state park features and infrastructure. Both divisions are working toward developing a new process to provide for the redevelopment of their facilities, and the Division of State Parks is developing an asset management program to standardize routine repair and maintenance efforts to reduce the need for capital improvement projects. However, repair work is needed immediately to ensure that small boat harbors and state parks provide attractive, high quality, and safe experiences for Hawaii's residents and visitors.

Your Committees further find that repair, maintenance, and construction needs often arise when the Legislature is not in session. However, due to the statutory requirement that capital improvement projects be approved by the Legislature and Governor, many capital needs are put on hold until the next legislative session. This leads to the further deterioration of facilities and increased costs to the State. This Act would provide a streamlined and efficient response to address capital needs in a timely manner and with the best cost-efficiency for the State.

Your Committees have amended this measure by:

- Inserting language to clarify that authorization by the Legislature and the Governor for capital improvement projects is not required for existing facilities only;
- (2) Inserting an effective date of July 1, 2112, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for the purpose of clarity and consistency.

Your Committees note that there was a robust discussion between the Department of Budget and Finance, Department of Land and Natural Resources, and Division of State Parks. The Department of Land and Natural Resources and Division of State Parks indicated that improvements occur when the Legislature is



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not in session and repairs are desperately needed. The Department of Budget and Finance pointed out that article VII, section 5, of the Hawaii State Constitution states that expenditures for capital improvement projects need to be authorized by the Legislature. Your Committees find that the issues raise concerns that merit further consideration and request that, should your Committee on Ways and Means choose to deliberate on this measure, that it further examine those issues and concerns raised by the testifiers on this measure.

As affirmed by the records of votes of the members of your Committees on Government Operations and Water and Land that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 1485, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 1485, S.D. 1, and be referred to your Committee on Ways and Means.

> Respectfully submitted on behalf of the members of the Committees on Government Operations and Water and Land,

LORRAINE R.

L.K. MCKELVEY, Chair



The Senate Thirty-Second Legislature State of Hawaiʻi

Record of Votes Committee on Government Operations GVO

Bill / Resolution No.:*	Committee Referral: Date:								
5101485	GW WTL, WAM 2-7-23								
The Committee is reconsidering its previous decision on this measure.									
If so, then the previous decision was to:									
The Recommendation is:									
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313									
Members		Aye 🦯	Aye (WR)	Nay	Excused				
MCKELVEY, Angus L.K. (C)									
GABBARD, Mike (VC)									
SAN BUENAVENTURA, Joy A.									
WAKAI, Glenn		V							
AWA, Brenton									
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TOTAL	<u></u>	-							
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Recommendation:									
Chair's or Designee's Signature:									
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy									

*Only <u>one</u> measure per Record of Votes

The Senate Thirty-Second Legislature State of Hawai'i

Record of Votes Committee on Water and Land WTL

Bill / Resolution No.:*	Committee Referral:			Date:				
5B 1485	GVD/WTL, WAM			2/7/23				
The Committee is reconsidering its previous decision on this measure.								
If so, then the previous decision was to:								
The Recommendation is:								
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313								
Members		Aye	Aye (W	/R)	Nay	Excused		
INOUYE, Lorraine R. (C)								
ELEFANTE, Brandon J.C. (VC)								
CHANG, Stanley		V						
MCKELVEY, Angus L.K.			_					
FEVELLA, Kurt								
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TOTAL		З	1		ϕ	1		
Recommendation:								
Adopted Not Adopted								
Chair's or Designed's Signature:								
Distribution: Original Tellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy								

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