

## GOV. MSG. NO. 1328

#### EXECUTIVE CHAMBERS KE KE'ENA O KE KIA'ĀINA

JOSH GREEN, M.D. GOVERNOR KE KIA'ĀINA

July 8, 2024

The Honorable Ronald D. Kouchi President of the Senate, and Members of the Senate Thirty-Second State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Scott K. Saiki Speaker, and Members of the House of Representatives Thirty-Second State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on July 8, 2024, the following bill was signed into law:

HB2475 HD2 SD1 CD1

RELATING TO COMMERCIAL OCEAN ACTIVITY.

ACT 227

Sincerely,

Josh Green, M.D.

Governor, State of Hawai'i

on JIII 8 2024

**ACT 227** 

HOUSE OF REPRESENTATIVES THIRTY-SECOND LEGISLATURE, 2024 STATE OF HAWAII

H.B. NO. 2475 H.D. 2 S.D. 1

# A BILL FOR AN ACT

RELATING TO COMMERCIAL OCEAN ACTIVITY.

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

1 SECTION 1. The department of land and natural resources 2 (department) division of boating and ocean recreation is responsible for ocean recreation management in state ocean 3 waters, among other responsibilities. Public safety and marine 4 5 natural resources can be affected by a variety of environmental factors and emerging ocean recreation technologies, some of 6 which may change rapidly and frequently. This Act is part of a 7 8 comprehensive ocean recreation management package put forth by 9 the department to ensure effective natural resource protection 10 by providing better management and enforcement tools. 11 Over the years, overcommercialization of state ocean waters 12 has been unnaturally encouraged via social media and through unpermitted ocean tour operators who advertise and operate 13 14 without regard for laws, rules, regulations, and cultural 15 awareness. These unpermitted commercial operators set up 16 advertisements and online payment schemes, circumventing commercial ocean activity laws and restrictions. Subsequently, 17

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1	when atte	mptin	g to enforce laws against illegal commercial
2	activity,	depa	rtment staff have oftentimes encountered
3	difficult	y in	proving that commercial activity or compensation
4	of the al	leged	illegal commercial operator occurred. Many
5	illegal c	ommer	cial operators and their customers claim that a
6	commercia	l tou	r is a "friends and family" outing for no
7	compensat	ion,	preventing effective enforcement.
8	Ther	efore	, the purpose of this Act is to, for purposes of
9	regulatin	g com	mercial activity under the laws regulating ocean
10	recreatio	n:	
11	(1)	Prov	ide that advertisements and offers of unpermitted
12		comm	ercial ocean use activities or commercial ocean
13		recr	eational equipment are prima facie evidence that:
14		(A)	The owner disseminated or directed dissemination
15			of the advertisements or offers; and
16		(B)	The commercial activity is operated at the
17			location advertised or offered; and
18	(2)	Incl	ude advertisements and offers within the
19		defi	nition of "commercial activity".

1	SECT	ION 2. Chapter 200, Hawaii Revised Statutes, is
2	amended b	y adding a new section to be appropriately designated
3	and to re	ad as follows:
4	" <u>§20</u>	0- Unpermitted commercial activity; prima facie
5	evidence;	burden of proof. (a) For purposes of determining
6	whether a	n administrative violation of commercial activity
7	restricti	ons under this chapter or rules adopted by the
8	departmen	t has occurred, advertisement or offers in print; by
9	word of m	outh; or online in any form, including through social
10	media, of	unpermitted commercial ocean use activities or
11	commercia	l ocean recreational equipment shall be prima facie
12	evidence	that:
13	(1)	The owner of the advertised or offered commercial
14		activity disseminated or directed the dissemination of
15		the advertisement or offer in that form and manner;
16		<u>and</u>
17	(2)	The commercial activity is being operated at the
18		location advertised or offered.
19	(b)	The burden of proof shall be on a person charged with
20	an admini	strative violation of commercial activity restrictions
21	under thi	s chapter or rules adopted by the department to

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1	establish	that	vessels	or	equipment,	or	both	ı, ar	e not	being	used
2	for unperm	nitted	commerc	cial	activity	or	that	the	person	n's co	nduct

- 3 is authorized pursuant to a permit, lease, or license issued by
- 4 the department.
- 5 (c) As used in this section:
- 6 "Administrative violation" means any violation enforced
- 7 administratively by the board pursuant to section 200-14.5.
- 8 "Commercial activity" has the same meaning as in section
- 9 200-4(a).
- "Social media" means any form of electronic communication
- 11 through which users create online communities to share
- 12 information, personal messages, and other content, offered from
- 13 platforms, including but not limited to Facebook, Foursquare,
- 14 Instagram, Reddit, TikTok, Tripadvisor, X, Yelp, and YouTube."
- 15 SECTION 3. Section 200-4, Hawaii Revised Statutes, is
- 16 amended by amending subsection (a) to read as follows:
- "(a) The chairperson may adopt rules necessary:
- 18 (1) To regulate the manner in which all vessels may enter
- 19 the ocean waters and navigable streams of the State
- and moor, anchor, or dock at small boat harbors,

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1 .	,	raunching ramps, and other boating facilities owned or
2		controlled by the State;
3	(2)	To regulate the embarking and disembarking of
4		passengers at small boat harbors, launching ramps,
5		other boating facilities, and public beaches;
6	(3)	For the safety of small boat harbors, launching ramps,
7		and other boating facilities, and the vessels anchored
8	•	or moored therein;
9	(4)	For the conduct of the public using small boat
10		harbors, launching ramps, and other boating facilities
11		owned or controlled by the State;
12	(5)	To regulate and control recreational and commercial
13		use of small boat harbors, launching ramps, and other
14		boating facilities owned or controlled by the State
15		and the ocean waters and navigable streams of the
16		State;
17	(6)	To prevent the discharge or throwing into small boat
18		harbors, launching ramps, other boating facilities,
19		ocean waters, and navigable streams, of rubbish,
20	,	refuse, garbage, or other substances likely to affect
21		the quality of the water or that contribute to making

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1	the small boat harbors, launching ramps, other boating
2	facilities, ocean waters, and streams unsightly,
3	unhealthful, or unclean, or that are liable to fill
4	up, shoal, or shallow the waters in, near, or
5	affecting small boat harbors, launching ramps, and
6	other boating facilities and the ocean waters and
7	navigable streams of the State, and likewise to
8	prevent the escape of fuel or other oils or substances
9	into the waters in, near, or affecting small boat
10	harbors, launching ramps, or other boating facilities
11	and the ocean waters and navigable streams of the
12	State from any source point, including but not limited
13	to any vessel or from pipes or storage tanks upon
14	land, including:
15	(A) Requirements for permits and fees for:
16	(i) The mooring, docking, or anchoring of
17	recreational and commercial vessels or the
18	launching of recreational or commercial
19	vessels at small boat harbors, launching
20	ramps, and other boating facilities; or
21	(ii) Other uses of these facilities;

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1.	(B)	Requ	irements for permits and fees for use of a
2		vess	el as a principal place of habitation while
3		moor	ed at a state small boat harbor;
4	(C)	Requ	irements governing:
5		(i)	The transfer of any state commercial,
6			mooring, launching, or any other type of use
7			or other permit, directly or indirectly,
8			including but not limited to the imposition
9			or assessment of a business transfer fee
10			upon transfer of ownership of vessels
11			operating commercially from, within or in
12			any way related to the state small boat
13			harbors; and
14		(ii)	The use of state small boat harbors,
15			launching ramps, or other boating facilities
16			belonging to or controlled by the State,
17			including but not limited to the
18			establishment of minimum amounts of annual
19			gross receipts required to renew a
20			commercial use permit, and conditions under
21			which a state commercial, mooring,

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1		launching, or any other type of use or other
2		permit may be terminated, canceled, or
3		forfeited; and
4		(D) Any other rule necessary to implement this
5		chapter pertaining to small boat harbors,
6		launching ramps, and other boating facilities
7		belonging to or controlled by the State;
8	(7)	To continue the ocean recreational and coastal areas
9		programs and govern the ocean waters and navigable
10		streams of the State, and beaches encumbered with
11		easements in favor of the public to protect and foster
12		public peace and tranquility and to promote public
13		safety, health, and welfare in or on the ocean waters
14		and navigable streams of the State, and on beaches
15		encumbered with easements in favor of the public,
16		including:
17		(A) Regulating the anchoring and mooring of vessels,
18		houseboats, and other contrivances outside of any
19		harbor or boating facility, including:
20		(i) The designation of offshore mooring areas;

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1	(11)	The licensing and registration of vessels,
2		houseboats, and other contrivances; and the
3		issuance of permits for offshore anchoring
4		and mooring of vessels, houseboats, and
5		other contrivances; and
6	(iii)	The living aboard on vessels, houseboats, or
7		other contrivances while they are anchored
8		or moored within ocean waters or navigable
9		streams of the State.
10	The	rules shall provide for consideration of
11	envi	ronmental impacts on the State's aquatic
12	resc	ources in the issuance of any permits for
13	offs	shore mooring;
14	(B) Safe	ety measures, requirements, and practices in
15	or c	on the ocean waters and navigable streams of
16	the	State;
17	(C) The	licensing and registration of persons or
18	orga	nizations engaged in commercial activities in
19	ord	on the ocean waters and navigable streams of
20	the	State;

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1		(D) The licensing and registration of equipment
2		utilized for commercial activities in or on the
3		ocean waters and navigable streams of the State;
4		(E) For beaches encumbered with easements in favor of
5		the public, the prohibition or denial of the
6		following uses and activities:
7		(i) Commercial activities;
8		(ii) The storage, parking, and display of any
9		personal property;
10		(iii) The placement of structures or obstructions;
11		(iv) The beaching, landing, mooring, or anchoring
12		of any vessels; and
13		(v) Other uses or activities that may interfere
14		with the public use and enjoyment of these
15		beaches; and
16		(F) Any other matter relating to the safety, health,
17		and welfare of the general public;
18	(8)	To regulate the examination, guidance, and control of
19		harbor agents and their assistants; and
20	(9)	To regulate commercial activities in state waters
21		including operations originating from private marinas,

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1	provided that no new or additional permits shall be
2	required for those commercial activities regulated by
3	any other chapter.
4	For the purposes of this paragraph:
5	"Commercial activity" means to engage in any
6	action or attempt to engage in any action for
7	compensation in any form. The action or actions may
8	include providing or attempting to provide,
9	advertising, or offering or attempting to offer guide
10	services, charters, tours, and transportation to and
11	from the location or locations for which such services
12	are provided.
13	"Compensation" means money, barter, trade,
14	credit, and other instruments of value, goods, and
15	other forms of payment."
16	SECTION 4. New statutory material is underscored.
17	SECTION 5. This Act shall take effect on July 1, 2024.

APPROVED this  $\ 8th\$  day of  $\ July\$ , 2024

**GOVERNOR OF THE STATE OF HAWAII** 

#### HB No. 2475, HD 2, SD 1, CD 1

#### THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 1, 2024 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Second Legislature of the State of Hawaii, Regular Session of 2024.

Min

Scott K. Saiki Speaker House of Representatives

N. L. , Che

Brian L. Takeshita

Chief Clerk

House of Representatives

## THE SENATE OF THE STATE OF HAWAI'I

Date: May 1, 2024

Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-Second Legislature of the State of Hawai'i, Regular Session of 2024.

resident of the Senate

Clerk of the Senate