A BILL FOR AN ACT

RELATING TO ALOHA TOWER DEVELOPMENT CORPORATION.

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

- 1 SECTION 1. The legislature finds that under section 266-1,
- 2 Hawaii Revised Statutes, all commercial harbors in the state are
- 3 under the care and control of the department of transportation.
- 4 The harbors division of the department of transportation is
- 5 mandated with the responsibility of maintaining efficient and
- 6 adequate harbor facilities for the movement of goods in and out
- 7 of the commercial harbors, an enormous responsibility in light
- 8 of the state's insular isolation.
- 9 However, with its primary responsibility of the daily
- 10 management and operation of the commercial harbors, the harbors
- 11 division has not been able to keep up with the continuing
- 12 demands for further improvements and development of additional
- 13 desperately needed harbor facilities. These needs are
- 14 exacerbated by the rapidly growing populations and economies on
- 15 each of our major islands, the overnight tripling in cruise ship
- 16 operations, the soon-to-be operating superferry, and the
- 17 increased needs for security at our nation's ports. The foreign
- 18 container yard at Honolulu harbor is nearing capacity. The HB250 HD1 HMS 2007-2323



- 1 container operations at Sand island are spilling over across the
- 2 harbor channel to the Kapalama terminals, and the Kahului harbor
- 3 that is at near-capacity is attempting to shoehorn in the
- 4 superferry operations.
- 5 In order to undertake the necessary planning and
- 6 development in an expedited manner that is required to maintain
- 7 the commercial harbors throughout the state as efficient and
- 8 secure facilities serving Hawaii's needs, the harbors division
- 9 requires the assistance of the Aloha Tower development
- 10 corporation. The Aloha Tower development corporation is a
- 11 public body corporate and politic that is empowered to develop,
- 12 construct, improve, or repair any project. It was established
- 13 with a development-oriented mission and the expertise to develop
- 14 harbor infrastructure and facilities. Its past experiences with
- 15 partnerships with private entities for the development of
- 16 harbor-related facilities makes it uniquely capable of assisting
- 17 the harbors division with its enormous task of updating and
- 18 improving harbor infrastructure and facilities.
- 19 SECTION 2. Chapter 206J, Hawaii Revised Statutes is
- 20 amended by adding a new section to be appropriately designated
- 21 and to read as follows:

1	" <u>§206J-</u>	Projects with department of transpo	rtation. (a)	
2	Consistent with	its general powers under this chapt	er, the	
3	development corp	poration may undertake projects for	commercial	
4	harbors, as that	t term is defined in section 266-1,	under the	
5	control or jurisdiction of the department of transportation.			
6	Notwithstanding any provision in section 206J-17 to the			
7	contrary, moneys or charges received by the development			
8	corporation for its administrative and operational expenses			
9	shall be reimbursed by the department of transportation and			
10	deposited into the Aloha Tower fund in a subaccount designated			
11	for the particular development project.			
12	(b) Author	rization for funding and participati	on of the	
13	development corp	poration in projects under this sect	ion and	
14	additional posit	tion authorizations within the devel	opment	
15	corporation for	the projects shall be subject to le	<u>gislative</u>	
16	approval by Act	on a project-by-project basis. The	approval	
17	shall include th	he addition of a new part to this ch	apter for	
18	each project und	dertaken under this section, bearing	the title of	
19	the development	project and setting forth the terms	, conditions,	
20	and any other la	imitations on the participation of t	<u>he</u>	
21	development corp	poration that the legislature may en	act.	

1 (c) If the legislature approves a commercial harbors 2 project to be developed by the development corporation, all 3 appropriations for the project shall be received and 4 administered through the department of transportation. 5 department of transportation shall retain fiscal management and 6 oversight of all project cost expenditures, budget, and contract 7 approvals. 8 (d) Subject to existing contractual and statutory 9 commitments to the department of transportation for any losses 10 in revenue under this chapter, the development corporation shall 11 apply any revenues derived from commercial development projects 12 in the area seaward of Nimitz highway between pier 4 and the 13 Honolulu international airport to defray the cost of harbor 14 infrastructure improvements incurred within the state." 15 SECTION 3. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval. 16

Report Title:

Harbors; Aloha Tower Development Corporation

Description:

Allows the aloha tower development corporation to undertake projects for commercial harbors under the jurisdiction of department of transportation. (HB250 HD1)

