## A BILL FOR AN ACT

RELATING TO TRANSPORTATION.

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

1	SECTION 1. Section 261-7, Hawaii Revised Statutes, is
2	amended by amending subsection (e) to read as follows:
3	"(e) The department may fix and regulate, from time to
4	time, reasonable landing fees for aircraft, including the
5	imposition of landing surcharges or differential landing fees,
6	and other reasonable charges for the use and enjoyment of the
7	airports and the services and facilities furnished by the
8	department in connection therewith, including the establishment
9	of a statewide system of airports landing fees, a statewide
10	system of airports support charges, and joint use charges for
11	the use of space shared by users, which fees and charges may
12	vary among different classes of users such as foreign carriers,
13	domestic carriers, inter-island carriers, air taxi operators,
14	helicopters, and such other classes as may be determined by the
15	director, for the purpose of meeting the expenditures of the
16	statewide system of airports set forth in section 261-5(a),
17	which includes expenditures for capital improvement projects
18	approved by the legislature[-]; provided that beginning

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              , 2012, no landing fees shall be assessed by the
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    department upon air carriers for flights landing at Molokai
    airport, Lanai airport, Kapalua-West Maui airport, Hana airport,
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    Kalaupapa airport, and Waimea-Kohala airport.
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         In setting airports rates and charges, including landing
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    fees, the director may enter into contracts, leases, licenses,
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    and other agreements with aeronautical users of the statewide
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    system of airports containing such terms, conditions, and
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    provisions as the director deems advisable.
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         If the director has not entered into contracts, leases,
    licenses, and other agreements with any or fewer than all of the
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    aeronautical users of the statewide system of airports prior to
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    the expiration of an existing contract, lease, license, or
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    agreement, the director shall set and impose rates, rentals,
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    fees, and charges pursuant to this subsection without regard to
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    the requirements of chapter 91; provided that a public
    informational hearing shall be held on the rates, rentals, fees,
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    and charges.
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         The director shall develop rates, rentals, fees, and
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    charges in accordance with a residual methodology so that the
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    statewide system of airports shall be, and always remain,
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    self-sustaining. The rates, rentals, fees, and charges shall be
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1 set at such levels as to produce revenues which, together with 2 aviation fuel taxes, shall be at least sufficient to meet the 3 expenditures of the statewide system of airports set forth in 4 section 261-5(a), including expenditures for capital improvement 5 projects approved by the legislature, and to comply with covenants and agreements with holders of airport revenue bonds. 6 The director may develop and formulate methodology in setting the various rates, rentals, fees, and charges imposed 8 9 and may determine usage of space, estimate landed weights, and 10 apply such portion of nonaeronautical revenue deemed appropriate 11 in determining the rates, rentals, fees, and charges applicable 12 to aeronautical users of the statewide system of airports. 13 The rates, rentals, fees, and charges determined by the 14 director in the manner set forth in this subsection shall be those charges payable by the aeronautical users for the periods 15 16 immediately following the date of expiration of the existing 17 contract, lease, license, or agreement. If fees are established 18 pursuant to this section, the department shall prepare a 19 detailed report on the circumstances and rates and charges that 20 have been established, and shall submit the report to the legislature no later than twenty days prior to the convening of 21 22 the next regular session.

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1 If a schedule of rates, rentals, fees, and charges 2 developed by the director in accordance with this section is 3 projected by the department to produce revenues which, together with aviation fuel taxes, will be in excess of the amount 4 required to meet the expenditures of the statewide system of 5 6 airports set forth in section 261-5(a), including expenditures 7 for capital improvement projects approved by the legislature, 8 and to comply with covenants and agreements with holders of airport revenue bonds, the department shall submit the schedule 9 10 of rates, rentals, fees, and charges to the legislature prior to 11 the convening of the next regular session of the legislature. 12 Within forty-five days after the convening of the regular 13 session, the legislature may disapprove any schedule of rates, 14 rentals, fees, and charges required to be submitted to it by 15 this section by concurrent resolution. If no action is taken by **16** the legislature within the forty-five-day period the schedule of rates, rentals, fees, and charges shall be deemed approved. 17 18 the legislature disapproves the schedule within the forty-five-19 day period, the director shall develop a new schedule of rates, 20 rentals, fees, and charges in accordance with this section 21 within seventy-five days of the disapproval. Pending the 22 development of a new schedule of rates, rentals, fees, and HB2800 SD2 LRB 12-2349.doc



- 1 charges, the schedule submitted to the legislature shall remain
- 2 in force and effect.
- 3 Notwithstanding any other provision of law to the contrary,
- 4 the department may waive landing fees and other aircraft charges
- 5 established under this section at any airport owned or
- 6 controlled by the State whenever:
- 7 (1) The governor declares a state of emergency; and
- 8 (2) The department determines that the waiver of landing
- 9 fees and other charges for the aircraft is consistent
- with assisting in the delivery of humanitarian relief
- to disaster-stricken areas of the State."
- 12 SECTION 2. Statutory material to be repealed is bracketed
- 13 and stricken. New statutory material is underscored.
- 14 SECTION 3. This Act shall take effect on July 1, 2050;
- 15 provided that written notification from the Federal Aviation
- 16 Administration that the Act does not conflict with the State's
- 17 eligibility to receive financial aid from the federal government
- 18 is received; and provided further that:
- 19 (1) This Act shall be repealed on June 30, 2014; and
- 20 (2) Section 261-7(e), Hawaii Revised Statutes, shall be
- reenacted in the form in which it read on the day
- before the effective date of this Act.

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## Report Title:

Airports Landing Fees; Exemption

## Description:

Temporarily prohibits the department of transportation from assessing landing fees upon air carriers for flights landing at Molokai Airport, Lanai Airport, Kapalua-West Maui Airport, Hana Airport, Kalaupapa Airport, and Waimea-Kohala Airport. Effective 07/01/2050. Repeals 06/30/2014. (SD2)

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