A BILL FOR AN ACT

RELATING TO UNDERGROUND STORAGE TANKS.

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

- 1 SECTION 1. The legislature finds that underground storage
- 2 tank and tank system regulations are intended to protect the
- 3 environment by preventing the release of petroleum and hazardous
- 4 substances into the environment. According to the Environmental
- 5 Protection Agency, underground storage tank systems pose a
- 6 substantial threat to human health and the environment.
- 7 The legislature also finds that the lands and waters of
- 8 Hawaii are unique and delicately balanced resources, the
- 9 protection of which is vital to the economy of the State, and
- 10 the protection of groundwater is an urgent matter of the highest
- 11 priority. As the primary source of potable water in Hawaii,
- 12 groundwater must be preserved in as close to pristine condition
- 13 as possible and accommodate the needs of multiple public and
- 14 private users.
- 15 The legislature further finds that the storage,
- 16 transportation, and disposal of petroleum products, pollutants,
- 17 and hazardous substances in underground storage tanks and tank

- 1 systems within the jurisdiction of the State and in state waters
- 2 are a hazardous undertaking, and that spills, discharges, and
- 3 releases of the substances that occur as a result of private and
- 4 governmental actions involving the storage, transportation, and
- 5 disposal of these products pose serious threats to the
- 6 environment of the State, to citizens of the State, and to other
- 7 interests deriving livelihood from the State. These hazards
- 8 have occurred in the past and are occurring now, and present
- 9 future threats of potentially catastrophic proportions, all of
- 10 which are expressly declared to be inimical to the paramount
- 11 interests of the State as set forth in this section. Such state
- 12 interests outweigh any economic burdens imposed by the
- 13 legislature upon those engaged in storing, transporting, or
- 14 disposing of petroleum products, pollutants, and hazardous
- 15 substances and related activities.
- 16 The legislature further finds that the Red Hill bulk fuel
- 17 storage facility, the State's largest field-constructed
- 18 underground storage tank system, stores more fuel in a single
- 19 location than any other underground storage tank system in
- 20 Hawaii. The facility stores up to 187 million gallons of fuel
- 21 per day, has a total capacity of 250 million gallons, and is

- 1 located only one hundred feet above a federally designated sole-
- 2 source aquifer drinking water source. Core samples from
- 3 nineteen of the twenty tanks at Red Hill have existing
- 4 contamination, and a release of nearly forty thousand gallons of
- 5 petroleum products in 2014 further endangered Hawaii's
- 6 groundwater resources. However, chapter 11-281, Hawaii
- 7 Administrative Rules, exempts field-constructed underground
- 8 storage tanks, tank systems, and related piping, including the
- 9 Red Hill bulk fuel storage facility, from the requirements that
- 10 must be met by owners and operators of other underground storage
- 11 tanks or tank systems. Providing the State's largest field-
- 12 constructed underground storage tank facility with an exemption
- 13 from regulatory requirements that must be met by other
- 14 underground storage tank and tank system owners is extremely
- 15 detrimental to human health and the environment.
- 16 The purpose of this Act is to protect the State's
- 17 underground drinking water sources and surrounding environment
- 18 by requiring the department of health to adopt rules for
- 19 underground storage tanks, tank systems, and related piping that
- 20 conform with 2015 revisions to federal regulations and include
- 21 additional requirements no less stringent than any regulation

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1	established pursuant to federal law for certain field-
2	constructed underground storage tanks, including compliance with
3	certain requirements in chapter 11-281, Hawaii Administrative
4	Rules, or successor rules.
5	SECTION 2. On or before October 13, 2018, the department
6	of health shall adopt rules pursuant to chapter 91, Hawaii
7	Revised Statutes, including necessary revisions, to conform
8	Hawaii's underground storage tank and tank system rules with the
9	July 15, 2015, revisions to the United States Environmental
10	Protection Agency underground storage tank regulations codified
11	in title 40 Code of Federal Regulations part 280; provided that
12	the department shall additionally require through rules that:
13	(1) All field-constructed underground storage tanks with
14	storage capacities greater than fifty thousand gallons
15	shall:
16	(A) Be required to upgrade with secondary containment
17	with interstitial monitoring by July 1, ; and
18	(B) Be subject to the permitting requirements
19	specified in chapter 11-281, Hawaii
20	Administrative Rules, or successor rules;

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1	(2)	All onsite integral piping connected to any field-
2		constructed underground storage tanks with storage
3		capacities greater than fifty thousand gallons shall:
4		(A) Be required to upgrade with secondary containment
5		with interstitial monitoring by July 1, , if
6		the piping is in contact with the soil, concrete,
7		or cannot be visually inspected; and
8		(B) Be subject to the permitting requirements
9		specified in chapter 11-281, Hawaii
10		Administrative Rules, or successor rules;
11		provided that "onsite integral piping" means on-site
12		piping, originating or terminating at the regulated
13		storage tank or tanks, that conveys regulated
14		substances. Vapor, or other recovery lines, pipeline
15		facilities, and vent lines, are not considered
16		integral piping. Integral piping includes all valves,
17		elbows, joints, flanges, pumps, and flexible
18		connectors associated with the pipe originating at the
19		storage tank up to the union of the integral piping
20		with the dispensing system, the fill valve, the
21		forwarding pump used for transferring regulated

1		substances to a flow-through process tank or an
2		industrial production or manufacturing point of use,
3		the first flange or connection within a loading rack
4		containment area, or the first shoreside valve after
5		the marine transfer area for on-site piping at
6		regulated underground storage tank facilities;
7	(3)	Owners and operators of field-constructed underground
8		storage tanks that fail to meet the deadline specified
9		in paragraphs (1)(A) and (2)(A) shall empty the
10		storage tank system, take the system out-of-service by
11		July 1, 2028, and permanently close the tank by
12		July 1, 2030, in accordance with chapter 11-281,
13		Hawaii Administrative Rules, or successor rules; and
14	(4)	The department of health shall revoke the permits of
15		any owners and operators of field-constructed
16		underground storage tanks that fail to meet the
17		deadline specified in paragraphs (1)(A) and (2)(A) for
18		upgrading with secondary containment.
19	SECT	ION 3. This Act shall take effect on July 1, 2018.

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Report Title:

Underground Storage Tanks and Systems; Environmental Protection; Department of Health

Description:

Requires, on or before 10/13/2018, that the department of health adopt rules for underground storage tanks and tank systems to conform with certain federal regulations and that include additional requirements for field-constructed underground storage tanks and tank systems. (SD1)

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