#### <u>S</u>.B. NO. <u>113</u> JAN 2 7 2021 A BILL FOR AN ACT

RELATING TO OCEAN STEWARDSHIP.

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

SECTION 1. Hawaii's ocean waters and the marine resources
 contained within are some of the State's most ecologically,
 economically, and culturally valuable environmental assets.

4 Furthermore, the increasing popularity of marine ecotourism 5 requires greater measures to ensure the continued health of our marine ecosystems. The broad range of recently documented 6 anthropogenic impacts on coral reef health, including coral 7 bleaching, vessel groundings, anchoring and mooring, diving 8 9 activities, poaching, land-based and water-based pollutant discharges, and other direct and indirect uses of the State's 10 11 coral reefs, indicate that the department of land and natural 12 resources may need a more consistent and reliable source of 13 funding to manage, protect, and restore marine resources 14 throughout the State. A sustainable funding source is 15 especially critical for successful implementation of the State's 30x30 marine management process, which aims to create a cohesive 16 17 network of nearshore marine managed areas that benefits 18 fisheries and ecosystem resilience.

LNR-13(21)

1 The purpose of this Act is to establish the ocean 2 stewardship special fund for the collection and use of moneys 3 for the conservation, restoration, and enhancement of the 4 State's marine resources, and to authorize the department of 5 land and natural resources to collect non-resident fees for the 6 use and enjoyment of the State's ocean resources. 7 SECTION 2. Chapter 187A, Hawaii Revised Statutes, is 8 amended by adding a new part to be appropriately designated and 9 to read as follows: "PART . OCEAN STEWARDSHIP 10 11 "§187A-**Ocean stewardship special fund.** (a) There is 12 hereby established in the treasury of the State a special fund 13 known as the ocean stewardship special fund, which shall be 14 administered by the department of land and natural resources. 15 (b) The following shall be deposited into the ocean 16 stewardship special fund: 17 (1) Moneys collected as non-resident user fees pursuant to 18 section 187A- ; 19 (2) Revenues due to the State derived from leases of any 20 lands, facilities, equipment, and other property owned 21 by the department of land and natural resources and

1		used for or dedicated to the management, research,						
2		restoration, and enhancement of aquatic resources;						
3	(3)	Moneys collected as fines, bail forfeitures,						
4		attorney's fees, and administrative costs for						
5		violations of subtitle 5 of title 12 or any rule						
6		adopted thereunder, other than:						
7		(A) Informers' fees authorized under section 187A-14;						
8		(B) Fines or bail forfeitures for sport fishing						
9		violations of this chapter and chapters 188, 189,						
10		and 190, as authorized under section 187A-						
11		9.5(b)(3); and						
12		(C) Fines, bail forfeitures, or administrative fines						
13		for violations of chapter 189, as authorized						
14		under section 189-2.4(b)(3);						
15	(4)	Moneys collected for the purposes of compensatory						
16		mitigation from federal or state permitted impacts to						
17		the marine environment;						
18	(5)	Grants, awards, donations, gifts, transfers, or moneys						
19		derived from private or public services for the						
20		purposes of subtitle 5 of title 12, other than:						
21		(A) Monetary contributions or moneys collected from						
22		the sale of non-monetary gifts to benefit sport						

1		fish or sport fishing, as authorized under					
2		section 187A-9.5(b)(5); and					
3		(B) Monetary contributions or moneys collected from					
4		the sale of non-monetary gifts to benefit aquatic					
5		life used for commercial purposes or fishing for					
6		commercial purposes, as authorized under section					
7		189-2.4(b)(5); and					
8	(6)	Moneys derived from interest, dividend, or other					
9		income from the above sources.					
10	· (c)	Subject to subsection (d), the ocean stewardship					
11	special f	und shall be used to:					
12	(1)	Develop and carry out marine resource conservation,					
13		restoration, enhancement, research, regulatory					
14		measures, enforcement actions, educational activities,					
15		or any other management measure intended to conserve,					
16		restore, and enhance marine resources under the					
17		jurisdiction of the State;					
18	(2)	Develop and carry out restoration and compensatory					
19		mitigation measures for impacts to the marine					
20		environment, including impacts to the marine					
21		environment from federal or state permitted actions,					

1	or via	lations	of	subtitle	5	of	title	12	or	any	rule
2	adopte	d there	unde	er; and							

3 (3) Install, maintain, and replace day use mooring buoys
4 and other infrastructure to reduce impacts to the
5 marine ecosystem.

6 (d) The fund shall be held separate and apart from all 7 other moneys, funds, and accounts in the department of land and 8 natural resources, provided that any moneys received from the 9 federal government, through federal programs, or from private 10 contributions, shall be deposited and accounted for in 11 accordance with conditions established by the agency or private 12 entity from whom the moneys are received, and provided further 13 that twenty per cent of all funds collected under subsection 14 (b)(1) and (2) be payable to the office of Hawaiian affairs as 15 ceded lands revenues. Any balance remaining in the fund at the 16 end of any fiscal year shall be carried forward in the fund for the next fiscal year. 17

18 (e) The proceeds of the ocean stewardship special fund
19 shall not be used as security for, or pledged to the payment of
20 principal or interest on, any bonds or instruments of

21 indebtedness.

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(f) Nothing in this section shall be construed to prohibit
 the use of general funds or the funds of other programs and
 activities to implement or enforce title 12, subtitle 5, or any
 rule adopted thereunder, concerning management and conservation
 of the State's ocean waters and the resources therein.

6 §187A- Ocean stewardship fees. The department of land 7 and natural resources may adopt rules pursuant to chapter 91 to 8 establish non-resident user fees for the use and enjoyment of 9 the State's ocean resources. Fees collected under this section 10 or any rule adopted thereunder, shall be deposited in the ocean 11 stewardship special fund."

12 SECTION 3. This Act shall take effect upon its approval.

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INTRODUCED BY:

BY REQUEST

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#### Report Title:

Ocean Stewardship Special Fund; Non-resident User Fees

#### Description:

Establishes the Ocean Stewardship Special Fund for the collection and use of moneys for the conservation, restoration, and enhancement of the State's marine resources, and authorizes the Department of Land and Natural Resources to collect non-resident user fees for the use and enjoyment of the State's ocean resources.

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

#### JUSTIFICATION SHEET

- DEPARTMENT: Land and Natural Resources
- TITLE: A BILL FOR AN ACT RELATING TO OCEAN STEWARDSHIP.
- PURPOSE: To establish the Ocean Stewardship Special Fund for the collection and use of moneys for the conservation, restoration, and enhancement of the State's marine resources; and to authorize the Department to collect non-resident fees for the use and enjoyment of the State's ocean resources.
- MEANS: Add a new part to chapter 187A, Hawaii Revised Statutes.
- Hawaii's ocean waters and the marine JUSTIFICATION: resources contained within are some of the State's most ecologically, economically, and culturally valuable environmental assets. The increasing popularity of marine ecotourism requires greater measures to ensure the continued health of our marine ecosystems. The broad range of recently documented anthropogenic impacts on coral reef health, including coral bleaching, vessel groundings, anchoring and mooring, diving activities, poaching, land-based and water-based pollutant discharges, and other direct and indirect uses of the State's coral reefs, indicate that the Department may need a more consistent and reliable source of funding to manage, protect, and restore marine resources throughout the State.

A sustainable funding source is especially critical for successful implementation of the State's 30x30 marine management process, which aims to create a cohesive network of nearshore marine managed areas that benefits fisheries and ecosystem resilience.

Non-resident ocean users will be required to pay a small ocean stewardship fee on top of the regular ticket price of any ecotourism experience in or on the ocean. In exchange, they will have the satisfaction that their experience is contributing to marine resource management and restoration.

<u>Impact on the public:</u> The general public would benefit from improvements to the management of marine resources. Commercial ocean tour operators would be able to offer more enjoyable experiences to their customers.

Impact on the department and other agencies: The Department would have the authority to collect non-resident fees for the use and enjoyment of the State's ocean resources. The Department would have a sustainable source of funding for marine resources management, research, restoration, and enhancement.

GENERAL FUND:	None.
OTHER FUNDS:	None.
PPBS PROGRAM DESIGNATION:	LNR 401.
OTHER AFFECTED AGENCIES:	None.

EFFECTIVE DATE: Upon approval.